

# Drone Destination Limited

Annual report

2023 – 24

#EverythingDrones



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# CORPORATE INFORMATION

## BOARD OF DIRECTORS & KEY MANAGERIAL PERSONNEL

Mr Chirag Sharma, Managing Director

Mrs Shashi Bala, Executive Director

Mr Raminder Kumar Verma, Non-Executive Director

Mr Rajiv Ahuja, Independent Director

Mr Satendra Singh, Independent Director

Mr Shekhar, Chief Financial Officer

Ms Ayushi Gupta, Company Secretary cum Compliance Officer

## STATUTORY AUDITORS

G A M S Associates LLP  
Chartered Accountants  
Firm Regn. No. N500094

## SECRETARIAL AUDITORS

RPY & Associates  
Company Secretaries

## REGISTERED OFFICE

Drone Destination Ltd,  
*(formerly known as Drone  
Destination Pvt Ltd)*  
Office. No 005B & 006, Ground Floor,  
NSIC-MDBP Building, Okhla Industrial Estate  
New Delhi - 110020

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Office. No 005B & 006, Ground Floor,  
NSIC-MDBP Building, Okhla Industrial Estate  
New Delhi - 110020

## REGISTRAR & TRANSFER AGENTS

Maashitla Securities Private Limited  
451, Krishna Apra Business Square, Netaji Subhash  
Place, Pitampura, Delhi - 110034, India

## Listed at

National Stock Exchange of India Ltd. (NSE Emerge)

## COMMITTEES OF BOARD

Audit Committee  
Nomination & Remuneration  
Committee  
Stakeholder's Relationship  
Committee  
Risk Management Committee  
POSH Committee

## Fly the future

Our company's purpose is to harness the capabilities of unmanned aerial vehicles and offer solutions to boost operational efficiency, improve data collection, enhance safety measures, facilitate quicker decision-making, and drive technological advancement in diverse fields through turnkey drone solutions.

### MISSION

Our mission is to offer #EverythingDrones including products and services across the value chain of the Drone ecosystem including Drones, Batteries & Components, Drone Services, Drone Education and Skilling, Drone Repair and Maintenance, and Drone Sports.

With #EverythingDrones, we are confident of supercharging the company's growth and creating an impact that shall be visible across multiple industries from - agriculture, survey and mapping, smart cities, Infrastructure like rail, road, port, telecom, power, utilities, BFSI to Logistics and Delivery and much more. Also, by combining new-age technology like AI with drone technology, we see ourselves delivering substantial ESG outcomes for businesses.

We are dedicated to fostering prosperity and empowerment within diverse economic ecosystems, leveraging cutting-edge technology to drive sustainable growth and create lasting societal impact.

### VISION

To emerge as a global leader, empowering a connected world through pioneering drone technology, driving innovation in global operations, and redefining customer experiences with efficient, effective and time-bound drone and AI-based solutions, while advancing education and recreation worldwide.

#### Our Objective & Belief Ecosystem

Continuous	Efficient
Innovative	Empowerment
Expansive	Education
Amiable	Recreation

## Dear Shareholders

It is our pleasure to present the Annual report of the Company “Drone Destination Limited” for the financial year 2023–24.

**Drone sector** is a sunrise sector in India with potential to significantly impact multiple, spheres of our lives, including defence, surveillance, agriculture, mapping, mining, infra, disaster management, healthcare, photography, and many more such areas. The government of India, with the help of a robust policy and launch of drone power schemes and initiatives, has played an anchor role in pushing for adoption of drones over the last few years. Some of these initiatives include the new liberalized drone rules that were revealed and launched on 25<sup>th</sup> of August 2021 that abolished the erstwhile lengthy regulatory process that was involved to do drone operations in the country

**With the new rules**, ease of doing business has given an impetus to the drone sector. Another radical change that happened, which was a great positive for the industry, was the opening up of Indian skies for drone flying with the help of release of new airspace maps on government’s digital sky platform. In this newly published map, almost 90% of the Indian airspace has been designated as a green zone, wherein local drone operators owning legal drones can fly drones freely without any other prior permissions.



## Managing Director Message

This increases the adoption of the whole sector significantly. Then the government has also introduced PLI schemes for drone and drone component manufacturers. Since February of 2022, **DGFT has banned import** of drones to promote localization of drone manufacturing in India.

There are several Drone Shakti initiatives which have been rolled out by the government of India. Some of these large-scale schemes include the **Svmitva scheme** for mapping in of more than 660,000 villages in our country using drones and

providing landowners with right of ownership via digital property cards. Another large scheme is the SMAM or Submission on Agricultural Mechanization scheme, which has earmarked a budget for providing 40% to 100% subsidy in purchase of agriculture drone and its associated training up to an amount of rupees 10 lakhs per drone to push for drone adoption in digital agriculture.

There are several other government PSUs like NHAI, Coal India, who have mandated use of drones to improve operational efficiency and security. On the **Agriculture front**, Ministry of Agriculture has also released SOPs for application and spray of agrochemicals and fertilizers using drones. More recently, the government of India has also launched the Namo Drone Didi scheme to empower 15,000 women from self-help groups and provide them with drones and drone training.

And lastly, the **requirement of passport to become a legal and certified drone pilot has been abolished** to include or create a more inclusive environment for drone training in the country. Now, anyone who is a class 10th pass and above 18 years of age with an Aadhaar card and a valid secondary ID proof, which could be a DL, voter ID, ration card or passport is now eligible to become a drone pilot. So, speaking about the Company, Drone Destination Limited (“Drone Destination”) has been fortunate to be part of a growing startup ecosystem over the last few years.

**Our Story.** After an incorporation in middle of **2019**, we started out India's first and exclusive drone training centre in February 2021 at our Gurgaon facility with our partner **IGRUA**, Indira Gandhi Rashtriya Uran Akademi, which is the largest and the only flight training organization under Ministry of Civil Aviation. Within the next 12 months, we expanded to five locations and many times opened the first drone training center in different states like Karnataka, Gujarat, HP and MP. Once the new drone rules came in, private players like us were also authorized to open our own drone training schools and Drone Destination received its **first independent authorization to open an RPTO** or remote pilot training organization in **January of 2022** at our Gurgaon facility and later expanded to three new locations in Chandigarh, IFFCO, Phulpur and IIT, Patna.

We currently operate **12 DGCA certified training centers** including those with our partners and have certified more than **4,000 drone pilots** till date. In **2022**, Drone Destination also made its **foray into the drone services** division and took active participation in a much-acclaimed **PM Svamitva Yojana** along with two GIS partners in the state of UP and Gujarat.

Later in the same year, we also started working with more GIS partners and undertook work for large-scale **drone mapping** in the state of Karnataka. So far, we have mapped close to **800,000 hectares** of area in this year. Our service division has also undertaken some other small-scale surveillance and monitoring projects for the government of Bihar and other state departments. In November 2022, Drone Destination also became **NSDC's first drone training partner**.

The last year has been an eventful year for us at the Company as we officially **listed ourselves** in public market in **July 2023**. In comparison to FY22-23, our **revenue** has multiplied by **2.7 times**, our **EBITDA** has almost **tripled**, and our **PAT** has also multiplied by **2.76 times**.

We have been an active participant in the **Namo Drone Didi** scheme and trained more than **600 Namu Drone DiDis** nominated by our new client base, which includes certain new fertilizer and agrochemical companies such as **IFFCO, KRIBHCO, Chambal, IPL, Indorama, etc.**

Drone Destination also won and executed its **first independent drone survey project** from the Andhra Pradesh Land Record Department, mapping more than **1.4 lakh hectares** in the state of Andhra Pradesh. In **November of 2023**, we forayed into our **agri-spray services** business and quickly executed one of the largest drone spray demo project, doing more than **28,000 drone demos** for **IFFCO** within the span of about 90 days under the Viksit Bharat Sankalp Yatra. Beginning of 2024, we also **started our drone sales** and service division. Drone Destination, as we speak today, stands on a high growth trajectory and aims to scale its integrated service and training network to India.

Going forward, we see good traction in all three broad divisions that we are working towards, which is training, services, and drone sales & repairs.

## **FY24 AT A GLANCE**

We had a fairly decent last year. Our revenues grew from INR 12.07 crores to INR 32.62 crores, showing a year-on-year growth of 170%. Our EBITDA grew from INR 4.7 crores to INR 13.86 crores. We also achieved a growth in EBITDA as a percentage of our revenue from 39% to 44%, and also a year-on-year growth of 195%.

Our PAT grew from INR 2.56 crores to INR 7.08 crores. Here again, we achieved an increase in PAT as a percentage of revenue from 21% to 22%, and a year-on-year growth of 176%.

**Coming on the cost side**, we have been able to manage our expenses pretty well. Whilst the revenue has increased by 170%, the expenses, except depreciation, have grown only by 153% year-on-year. The employee expenses as a percentage of total expenses has reduced from 32% to 28%, showing some improved productivity of the employee. As we are expanding, our fixed assets have grown up from INR 5.32 crores to INR 15.35 crores. Due to increase in our fixed asset base, our depreciation has gone up from INR 1.23 crores to INR 4 crores.

**170.09%**

**Increase in Revenue**

**163.66%**

**Increase in Expenses**

**179.26%**

**Increase in PBT**

**During the year, our drone fleet** has grown by 4.4 times. Our stock in trade is now increasing as we have started stocking for our drone sales and service activity. In terms of activity-wise performance, the service revenue has grown from about INR 5.85 crores to INR 15.78 crores, with a multiplier of 2.7x. Contribution of drone services to the revenue mix continues to be above 50%, as in the last year, with an operating margin of over 50%. Our training revenue has also grown 2.26x, from INR 6.21 crores to INR 14.04 crores. Contribution of training revenue to total revenue is marginally down on account of faster growth in other activities.

The operating margin from training activity is just around -- below 50%. We now have about INR 2 crores revenue from drone sales also this year, contributing to about 6% of our total revenue. The operating margins from these activities are likely to stay around 15%-18%. In terms of some key financial parameters, we continue to be an almost zero-debt company. Our trade receivable cycle is also reducing. Our trade receivable turnover ratio has improved from 3.49% to 2.48%.

Our return on capital employed is 15%, which is a very healthy sign. Our EPS during current year was 3.42.

Overall, the company's financial performance for the year ended March 31st is very strong, with a substantial growth in both revenue and profit, indicating effective business strategies and operational efficiency.

We are thankful to all our employees and stakeholders who have been unwavering supporters throughout our expanding business. We strive to deliver continuous



innovative business solutions in the field of unmanned aerial products and services to the entire ecosystem, accentuating efficiency, empowerment, education, and recreation. I look forward to your good wishes as we embark on the growing delightful journey of novelty, expansion and excellence.

With warm regards,

**Chirag Sharma**

**Managing Director**

# MANAGEMENT DISCUSSION AND ANALYSIS

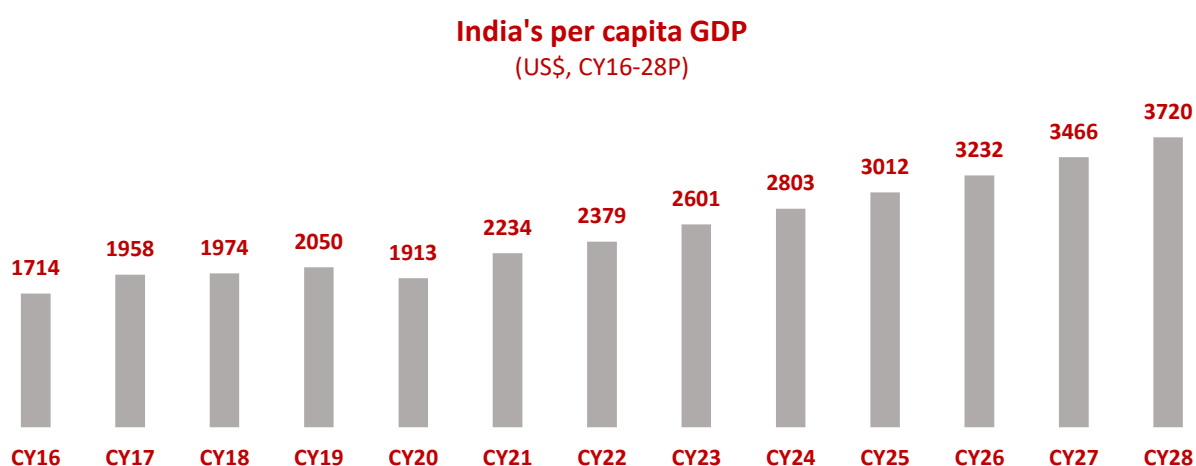
## INTRODUCTION

### India Macroeconomic Overview & future outlook

India ascended to the position of the world's fifth-largest economy at market exchange rates, surpassing the U.K. in 2022. India will be a \$ 4 trillion economy in 2024-25 and surpass Japan by early next fiscal to become the world's fourth largest economy, as per Economic Advisory Council to the Prime Minister. Further Projections indicate that by 2027, India will become the third-largest economy globally.

### India's GDP per capita is predicted to reach US\$ 3,720 by CY28

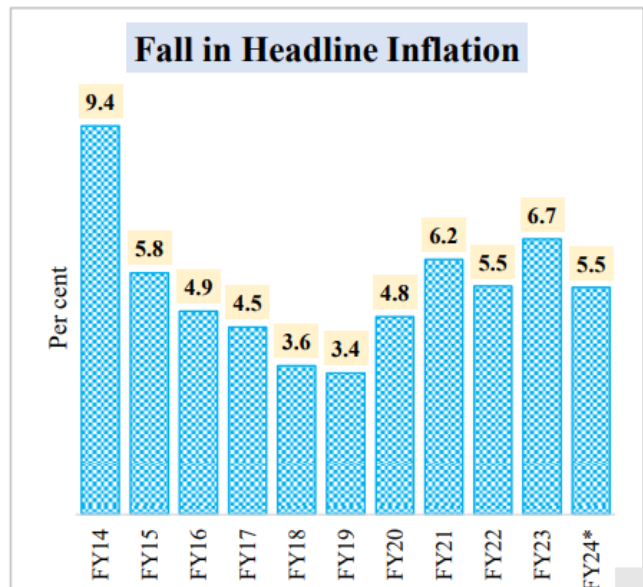
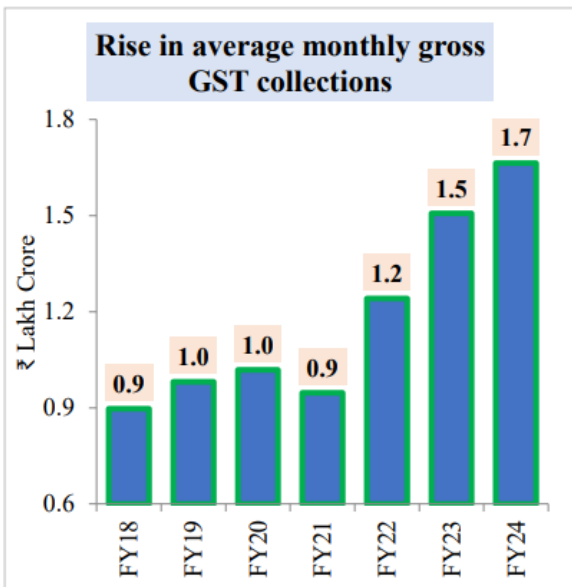
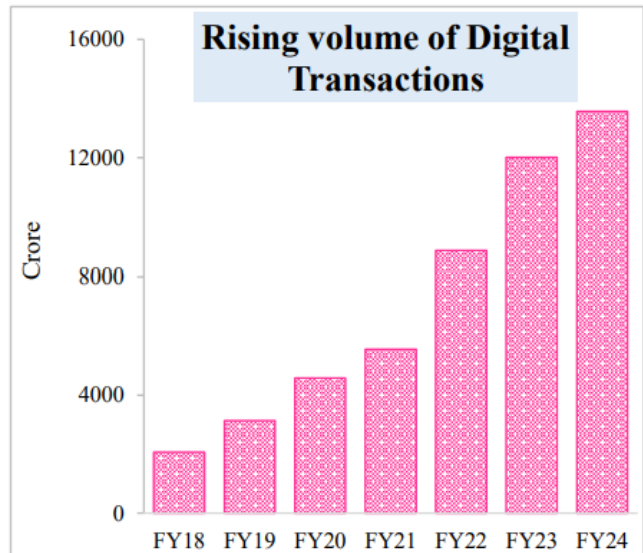
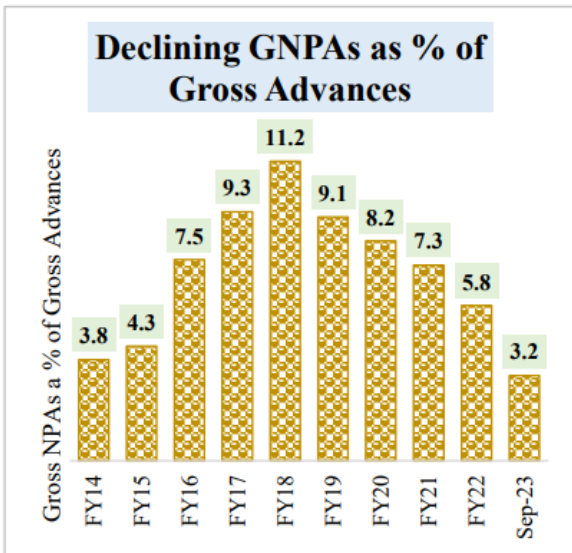
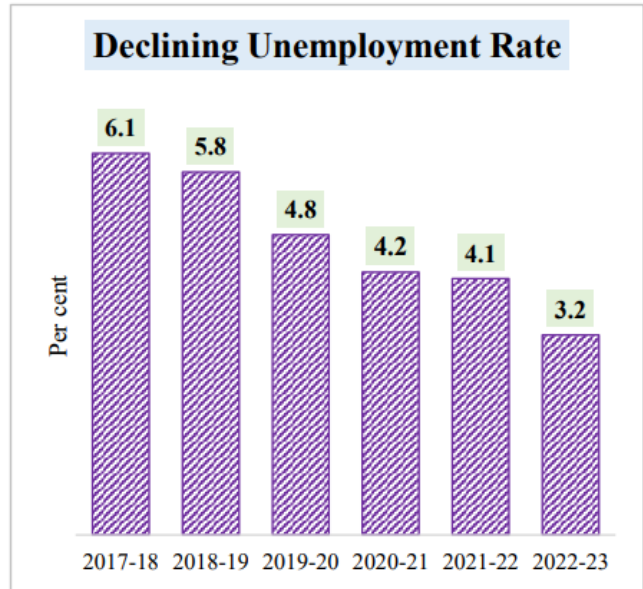
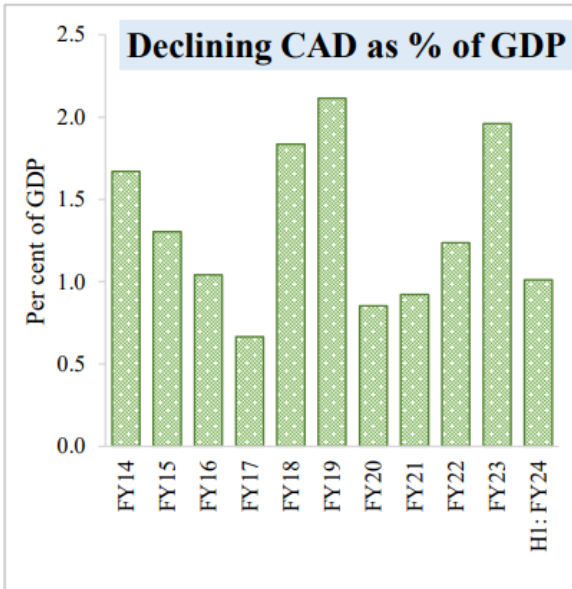
According to the IMF, India's GDP per capita is anticipated to be at US\$ 3,720 by the end of CY28.



In the fiscal year 2023-24, India's economy showed resilience and growth despite global economic challenges. India's real GDP growth for FY24 is projected at 8.2%, up from 7.0% in FY23. This growth has been primarily driven by robust domestic demand and investment activity. CPI inflation slightly eased to 4.75% in May 2024. Private consumption showed muted growth due to factors like subdued monsoon and food inflation.

Overall, India's economy in 2023-24 demonstrated robust growth driven by strong domestic demand and strategic investments in infrastructure, despite facing external challenges such as inflationary pressures and global economic uncertainties.

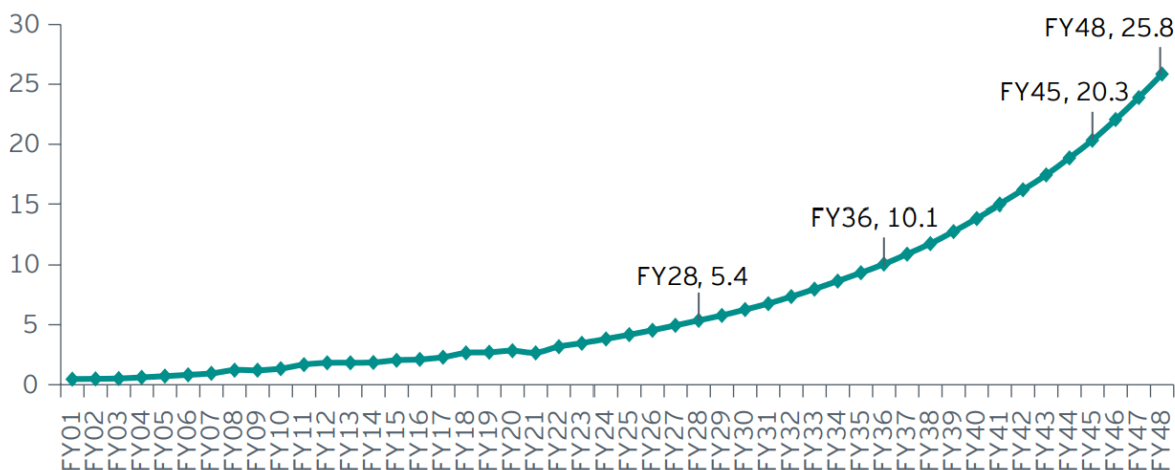
## Resilient Performance of the Indian Economy



Over the next decade to decade and a half, India's economic trajectory is expected to place it among the leading global economies, supported by rising demand, robust sectoral growth, and increased private consumption.

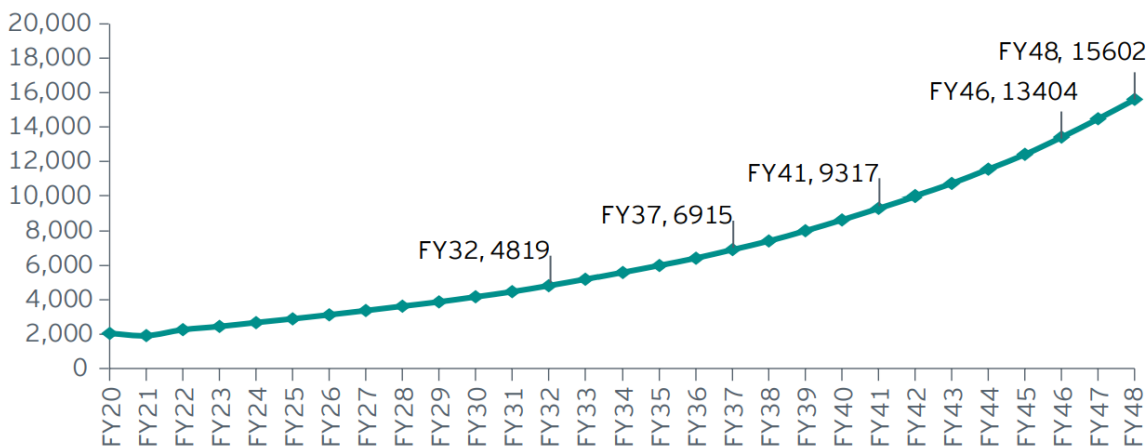
In another report by Ernst & Young report, India is likely to cross the critical thresholds of US\$5, US\$10 and US\$20t in market exchange rate terms in FY2028, FY2036 and FY2045 respectively to become a developed economy. India's per capita income in market exchange rate terms is expected to cross US\$13,000 by FY2045, putting it in the ranks of developed economies. By FY2048, it is expected to reach a level of US\$15,602.

### India's Amrit Kaal - Crossing critical thresholds Projected size of the Indian economy (in US\$ trillion)



Source (basic data): EY estimates

### From developing to developed Profile of India's per capita GDP (in US\$)



Source (basic data): EY estimates

## Major Factors Propelling Economic Growth in India

- **Strong Domestic Demand:** Robust private consumption growth, driven by rising incomes and an expanding middle class. Private consumption expenditure grew by 3.5% year-over-year in Q3 of FY 2024, according to Deloitte. Also, demand for luxury and premium goods and services is growing faster than demand for basic goods.
- **Robust Investment Activity:** Private investment grew by 10.6% year-over-year in Q3 of FY 2024, indicating a strong revival in the private capital expenditure cycle. Initiatives like the National Monetization Pipeline aim to unlock value in Brownfield infrastructure assets and attract private investment. The IMF suggests that reforms to liberalize foreign investment and boost exports could further support growth. Moreover, the Budgeted expenditure classified by the government as capex is projected to increase to about ₹11 trillion in 2024-25, almost 4.5 times the level in 2014-15.
- **Moderating Inflation:** Inflation has been on a downward trajectory, with retail inflation at 4.83% in April 2024. This provides a stable environment for businesses and consumers, encouraging spending and investment.
- **Manufacturing Resurgence:** The manufacturing sector grew by 11.6% year-over-year in Q3 of FY 2024, driven by initiatives like the Make in India program and PLI schemes. The government's push towards self-reliance (Aatmanirbhar Bharat) is boosting domestic manufacturing capabilities.
- **Services Sector Resilience:** The services sector, which accounts for a significant share of India's GDP, grew by 7% year-over-year in Q3 of FY 2024. The IT and IT-enabled services sector continues to drive growth, supported by rising global demand for digital solutions. With the easing of Covid-19 restrictions, contact-intensive services like tourism, hospitality, and entertainment have witnessed a strong recovery.
- **The travel market** in India is projected to reach USD 125 Billion by financial year 2027.
- **Resilience to Global Headwinds:** Despite global economic uncertainties, geopolitical tensions (Russia-Ukraine War), disruption in supply chains (Red Sea Crisis) and tightening financial conditions in major economies like the US, India's domestic demand has remained relatively resilient.

In 2023, world food prices dropped significantly from their 2022 highs. However, India's food inflation remained high at 9.5% in December 2023, contrasting with global deflation of -10.1%.

This insulation from external shocks has helped sustain growth, even as major economies face slowdowns or recessions.

- **Supply Chain Diversification:** Amid global supply chain disruptions, India has emerged as an attractive alternative destination for manufacturing investments, particularly in sectors like electronics and pharmaceuticals.

Trade agreements like India-UAE Comprehensive Economic Partnership Agreement (CEPA) have facilitated this supply chain diversification.

## Indian Drone Industry

**India** aspiring to be the leader of Industry Revolution 4.0 has set the target of being a major **global hub for drones by 2030** which will boost the **country's gross domestic product (GDP)** by **1-1.5 %** while adding **at least five lakh jobs** in the coming years. The new geo-political landscape and **India's unique non-aligned position is likely to give it a further boost.**

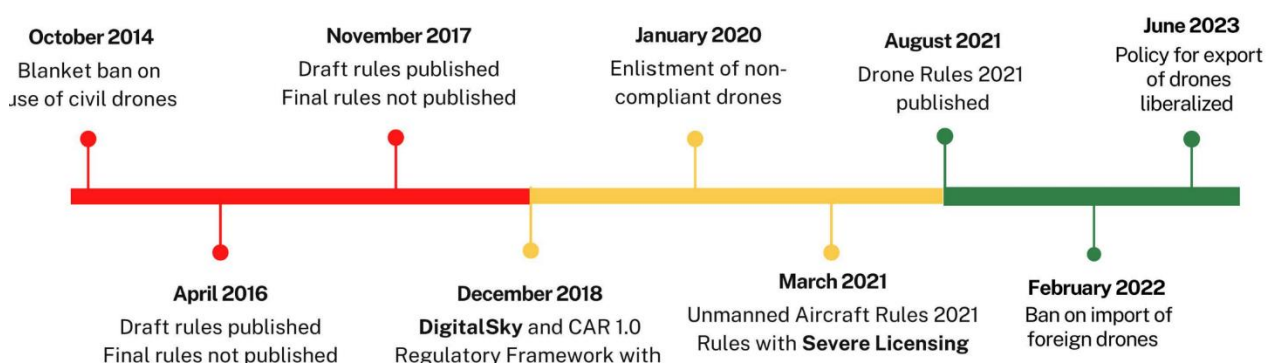
Drones have **wide-spread applications** including defence, survey & mapping, agriculture, mining, asset inspection, disaster management, aerial photography and cinematography etc. and many more. To achieve a vision of Aatmanirbhar Bharat in drone technology, Prime Minister Narendra Modi and the Ministry of Civil Aviation, Government of India under his able guidance has brought about **several reforms** to kickstart and fuel the growth of the Indian drone industry.

Some of the **major reforms** include:

- Release of the liberalised Drone Rules 2021 and Airspace Map declaring 80% of the airspace green, thus promoting Ease of Doing business in the drone sector.
- PLI Scheme offering financial incentives to Drone & Drone Component manufacturers, along with ban on Drone Imports to promote domestic industry and Indigenisation of Drone Technology.
- Government as Market Maker (for procurement of drones and drone services) with key schemes like Svamitva for land mapping, SMAM for Agriculture etc.
- Removal of Passport as mandatory requirement for Drone Training.

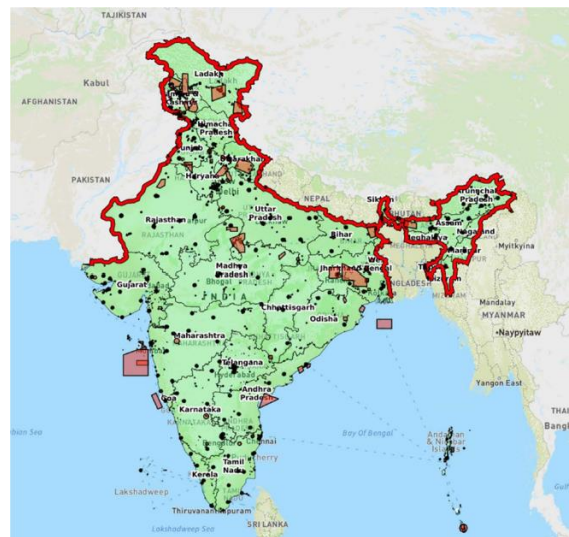
### Select Growth Drivers:

#### 1. Evolution of Regulatory Framework



## Air Space Map for Drone Operations

More than 90% of the Indian airspace comes under the green zone



### 2. Import Ban and Make in India

The Drone Rules provide that import of UAV which shall be regulated by the DGFT or any other entity authorised by the Central Government. The import of UAV is “Restricted” and requires prior clearance of the DGCA and an import license from the DGFT.

On February 6, 2022, the Directorate General of Foreign Trade (DGFT), vide notification No. 54/2015–2020 (“**Import Ban**”), prohibited the import of drones in Completely-Built-Up (CBU), Semi-knocked-down (SKD) or Completely-Knocked-down (CKD) form 13 with limited exemptions such as with for R&D, defence and security purposes. However, import of drone components is permissible and the same is not subject to the said Import Ban.

This Import Ban is part of the overall push towards ‘Make in India’ and while providing an impetus to manufacturers in India, is also aimed at incentivizing foreign manufacturers to set up shop in India.

### 3. PLI Scheme for Drones

In a press release dated September 15, 2021, the Central Government had launched a Production-linked Incentive (“**PLI**”) scheme for drones and drone components with the aim of making India a global drone hub by 2030. The PLI scheme came as a follow-up to the Drone Rules. Under the scheme, the Government of India’s projected was that the drone industry may see an investment of over INR 5,000 crores over the next three years, of which INR 30 crore had been disbursed till April 2023.



The incentive for a manufacturer of drones and drone components covered under the scheme, shall be as high as 20% of the value addition made by them which is calculated as the annual sales revenue inclusive of GST minus the purchase cost (net of GST) of drone and drone components. This rate is to be kept constant at 20% across all three years for the drone industry unlike PLI rates in other sectors which reduce every year. The coverage of the scheme includes developers of drone related software. The incentive payable to a manufacturer is capped at 25% of annual outlay, allowing a larger number of beneficiaries to avail such incentive. The PLI rate shall be 20% of the value addition made by him, with the minimum being 40% of net sales for drones and drone components.

#### **4. Government as market maker – Centre**

- Ministry of Panchayati Raj – Svamitva scheme for properly mapping across 6.6 lakh villages.
  - Ministry of Agriculture & Family welfare – Capital subsidy on purchase of Drones.
  - Ministry of Mines – Mandatory drone survey for large mines.
  - Ministry of Road Transport & Highways – Monthly video monitoring of highways.
  - Ministry of Defence – Emergency procurement of surveillance and logistics drones.
- Several other ministries and departments have undertaken pilot projects for using drone technology in their sector.

#### **5. Export Liberalization**

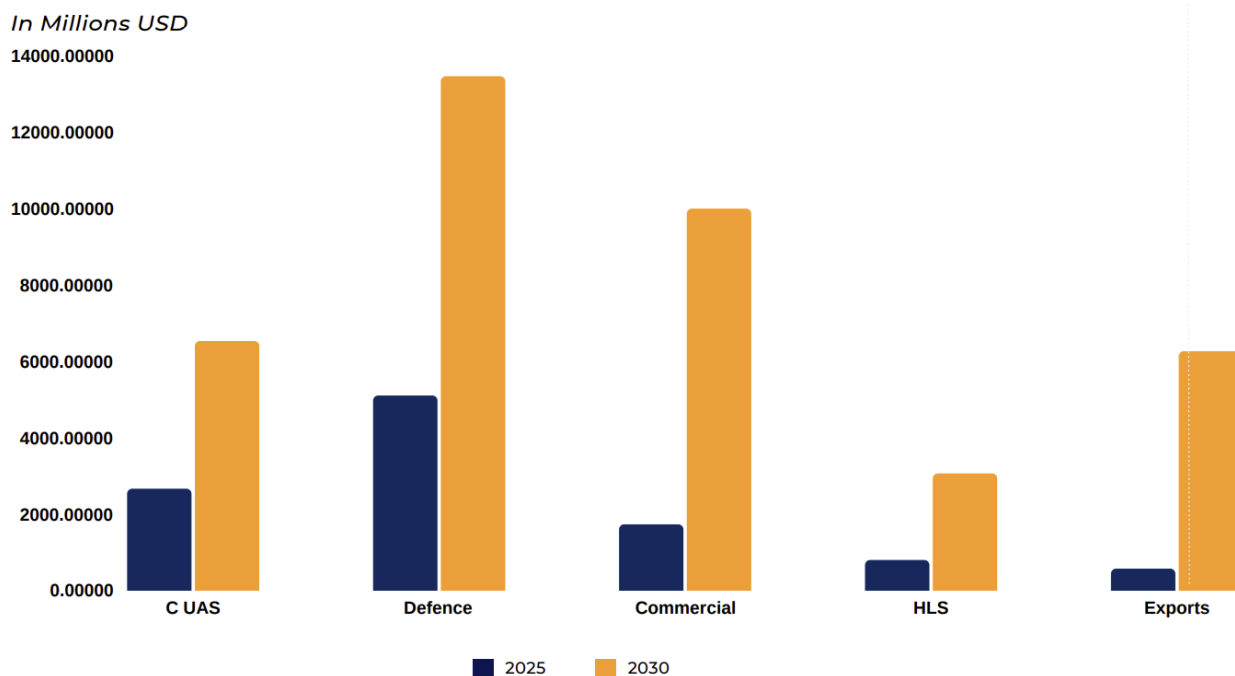
Drone export liberalization, notified via DGFT Notification No.14/2023 dated 23<sup>rd</sup> June 2023, applies to drones with a range of 25 km or less and a payload capacity of 25 kilograms or less intended for civilian use only and will be subjected to General Authorization for Export and Delivery (GAED).

#### **6. Relaxation in Remote Pilot Certificate (RPC) Eligibility**

- In October 2023, requirement for Passport to enroll for Remote Pilot Certificate Training has been abolished.
- Eligibility for a Remote Pilot Certificate: Must be 18 years or older, have a 10+ qualification, and possess a training certificate.
- Aadhar Card possession is mandatory. Secondary ID (Voter ID/ Ration Card/ Drivers License/ Passport).
- No individual other than a holder of a valid remote pilot certificate listed on the Digital Sky platform shall operate an unmanned aircraft system.

## India positioning to become global drone hub

India is slowly marching towards 'Make in India' to 'Make for the World.' The Indian drone industry is **forecasted** to have a **market size USD 40 billion by 2030**; growing at a **CAGR of 37 %**.



IEY/FICCI study, forecast 2025-2030

While much of the drones manufactured are still in defence space, the civil drone space is poised to witness meteoric rise in India owing to an evolving and fast-paced adoption in Agriculture & Survey Sector, followed by Surveillance & Inspection drones, and subsequently Drone Delivery upon opening up of Beyond Visual Line of Sight (BVLOS) Drone Operations.

### Rising Drone Adoption in Agriculture

The Civil Drone Adoption in India is currently being led by Agriculture Drones. The new agriculture **mechanisation** is being led by **Drone adoption**. GOI Schemes such as Sub-Mission for Agriculture Mechanisation (**SMAM**), and recently introduced PM **Namo-Drone Didi Scheme**, offering 40 – 100% subsidy on purchase of agri drones and drone training, has given a fillip to the Agri drone industry in India.

One of the big drivers for this rise in kisan drone adoption, is the utilization of drones for **spray of agro-chemicals** produced by large corporates like **Bayer, Syngenta, UPL** etc. and foliar **spray of Nano-fertilizers** and nutrients by large Fertilizer Cooperatives and Companies such as **IFFCO, Coromandel, Chambal Fertilizers** etc.

Nano products like NANO Urea, NANO DAP and some more have the potential of bringing down subsidy budget on fertilizers which was over Rs. 1.71 lakh crores (as of January 2024) for the year 2023-24. Typically, a Urea bag of 45 Kg, which is sold to farmers for Rs. 242 per bag, there is a subsidy of about Rs. 2000 per bag which goes up with fluctuations in forex rates and supply chain disruptions like seen in last year.

Nano Urea which sells for about Rs 225 per 500 ML and is suggested to replace each 45 Kg bag is likely to change this scenario dramatically. Now, NANO DAP which sells at about Rs. 600 per bottle against Rs.1350 for a DAP bag is also likely to add to this significant changes in use of Nano Technology in agri inputs.

On one side Government is likely to **save substantial sums on Fertilizer subsidies**, and on another side, farmer is also likely to save about Rs. 4000 per acre every year.

Drones are going to be at forefront for spraying these Nano Agri inputs and Agro-Chemicals as they are far more efficient and productive than other traditional means of spray.

### **Drone adoption in Geo-Spatial Mapping space:**

Government Schemes such as **SVAMITVA** and **AMRUT 2.0** are proliferating the use of drones in the GIS space.

SVAMITVA involves **mapping of land parcels** using drone technology and providing 'Record of Rights' to village household owners with issuance of legal ownership cards (Property cards/Title deeds) to the property owners.

Under **AMRUT 2.0 TOWN, NMCG, & YAMUNA FLOOD PLAIN scheme**, about 190+ towns to be mapped using drones. Key tasks include GIS-based master planning initiative for Class-II towns, aligned with AMRUT standards, Geo-database creation, plan formulation, and capacity building.

Governments (both Central and States) have understood the advantages of digitising land records and having Digital maps. The **Digital maps**, amended at regular intervals have **enormous potential in managing current infrastructure** as well as planning for the future infrastructure. In addition, the **Governments** can have **better control** on their **revenues**.

## **BVLOS Operations to open doors for Inspection & Delivery Services:**

Going forward, as the regulatory framework opens up guidelines for **Beyond Visual Line of Sight (BVLOS) Operations**, we shall see massive **surge** in Drone adoption for applications such as **Assets Inspection and Monitoring** (Highways, Railways, Oil pipelines, Powergrids etc.) as well as Logistics & Delivery by Drones.

## **Applications of Drones**

The advancement of drone technology indeed presents transformative opportunities across various industries, driven by the integration of sophisticated allied technologies.

Different countries will have similar Defence requirements but will have different sequence of adoption in civil space depending upon urgency of each application.

### **In Military and Defence,**

1. **Surveillance and Reconnaissance:** Drones are being used extensively for surveillance, providing real-time data without putting human lives at risk.
2. **Combat and Support Roles:** Drones can be deployed in combat scenarios for targeted strikes, reducing collateral damage and minimizing risks to soldiers.
3. **Supply Delivery:** In conflict zones, drones can deliver essential supplies to troops, such as medical kits, food, and ammunition, ensuring timely support without exposing supply lines to enemy attacks.

In **Civil Space**, within the prevalent VLOS operations scope, applications such as aerial **survey** and mapping, **critical asset inspections**, **agriculture spray**, **aerial surveillance** and event-based **videography** are the primary drivers of the commercial drone ecosystem.

Once the regulations on Beyond Visual Line of Sight (BVLOS) are released, which every country is working hard to roll them out as soon as possible, the adoption rate of Drones will have a vertical take-off.

Some of **Commercial Applications** in near future that shall gain traction include:

1. **Infrastructure Inspection:** Drones are used to inspect infrastructure like bridges, power lines, and pipelines, providing detailed imagery and data for maintenance without the need for costly and dangerous manual inspections.
2. **Agriculture:** In Addition to Agri Drones for **spray** activity, Drones equipped with multispectral sensors can **monitor crop health**, optimize irrigation, and apply fertilizers precisely, enhancing yield and reducing costs (spot and spray Drones).
3. **Photography and Filmmaking:** Drones provide unique aerial perspectives, revolutionizing the fields of photography and filmmaking with shots that were previously impossible or too expensive to capture.
4. **Transport and Logistics:** Drones can be used for **transporting goods** over short distances, especially in areas difficult to reach by traditional vehicles, such as remote or disaster-stricken regions. In large warehouses, drones equipped with RFID scanners and sensors can **manage inventory** efficiently, reducing the need for manual stock checks and speeding up the process.

#### **Allied Technologies Enhancing Drone Capabilities**

1. **Smart Sensors:** Advanced sensors, including LiDAR, thermal imaging, and hyperspectral sensors, enable drones to capture precise and detailed data for various applications.
2. **AI and Machine Learning:** These technologies allow drones to process data in real-time, enabling autonomous navigation, obstacle avoidance, and intelligent decision-making.
3. **5G Connectivity:** High-speed, low-latency communication networks facilitate real-time data transfer, enhancing the capabilities of drones in various applications, from real-time video streaming to remote control in critical missions.
4. **Battery and Power Management:** Advances in battery technology and power management systems extend the operational range and flight time of drones, making them more viable for longer missions.
5. **Regulatory and Safety Enhancements:** Built-in safeguards, such as geofencing, automatic return-to-home functions, and fail-safe mechanisms, enhance the safety and regulatory compliance of drone operations.

The continuous evolution of these technologies will further embed drones into the fabric of various industries, driving innovation and efficiency while opening up new business models and opportunities.

## DRONE DESTINATION

**Drone Destination** is a **leading Drone-as-a-Service company** and **India's first DGCA-authorized Drone Training Organisation** under Drone Rules 2021. We are **headquartered in New Delhi**, with a presence in over **15 locations** pan-India. Drone Destination had a very successful IPO in 2023 and became **the first Drone company to list on NSE- Emerge**.

Differentiating itself from others, Drone Destination banks on a distinguished **management team** with **deep civil aviation experience** with a total experience of over 250 years. Their engagement with government committees related to aviation ensures top-notch industry knowledge and regulatory compliance, making them a reliable leader in the drone industry.

Drone Destination is a premier choice for esteemed clients, offering cutting-edge high-quality drone pilot training, aerial services in survey and mapping, agriculture spray services and aerial surveillance. With an **impressive clientele** including industry giants like Reliance, Tata, Airbus, ITC, IFFCO, Aditya Birla Group, and Bayer, they have established themselves as a trusted partner in various industries. The company's expertise also extends to **government collaborations with key State Governments** such as Haryana, Himachal Pradesh, Madhya Pradesh, Bihar, Gujarat, Karnataka, Arunachal Pradesh, and Andhra Pradesh.

Drone Destination became **India's first DGCA-authorized Drone Training Organisation** under the new Drone Rules 2021, and currently **present in 12 cities** with several reputed partners such as Indira Gandhi Rashtriya Uran Akademi (IGRUA), only and largest Flight Training Organisation (FTO) under central Ministry of Civil Aviation at Raebareli, IFFCO, and Sanskardham. It has **certified over 4000 Drone Pilots**, including **600+** women drone pilots in the country, along with its partners and aims to train more than **10,000 pilots** over the next 02 years. Drone Destination also became **NSDC's first Drone Training Partner** in October 2022.

On the **Services** front, Drone Destination with its GIS partners plays an important role in execution of flagship Government projects like **PM "Svemitva Yojana"**, enabling **digitisation of land records**, and **has mapped over 15,00,000 acres of land** in Uttar Pradesh, Karnataka and Gujarat to curate **digital property cards** for landowners in India.

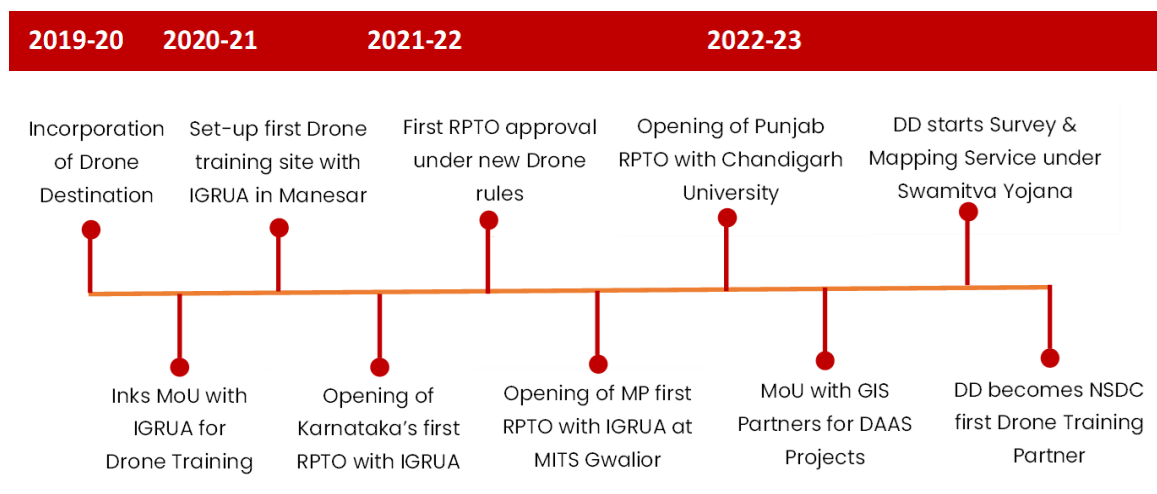
Drone Destination recently made **foray into Agri Drone Spray Services**, and conducted more than **28,000 Drone Demos** in **collaboration with IFFCO**, in the state of Uttar Pradesh for the Viksit Bharat Sankalp Yatra, to push for agriculture drone adoption in India.

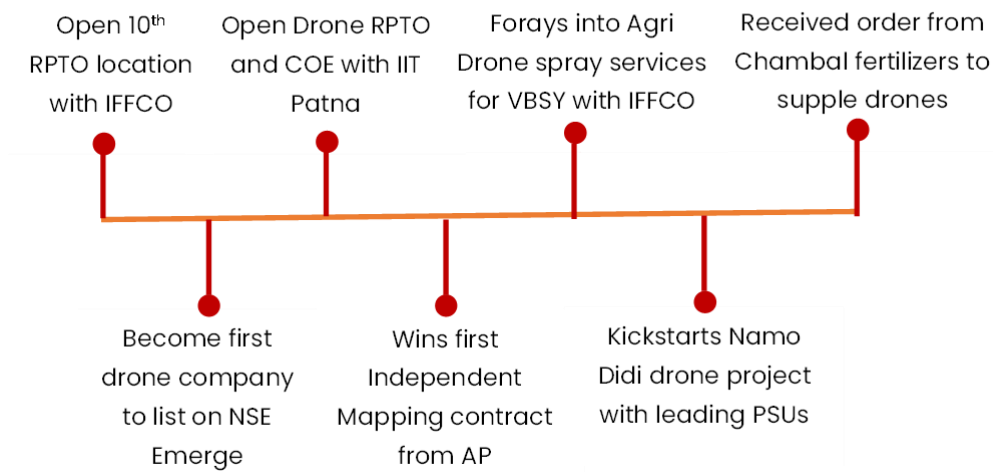
Drone Destination in the near future plans to establish India’s largest network of fixed and mobile **“Drone Hubs” which will offer “Everything Drones”**.

## Key Highlights of Drone Destination Activities for the 2023-24

-  Biggest Training Network in India, Highest Market Share in DGCA-certified Drone Training Space
-  250+ Fleet of Owned Drones deployed for Drone Services & Training
-  Maximum pool of DGCA-certified Drone Instructors
-  More than 80+ Key Clients from Private & Government Sectors
-  Key Partnerships with IFFCO, IGRUA, NSDC, IIT Patna, Matrix-Geo, Neo-Geo
-  Leading SVAMITVA player for Survey & Mapping in India and largest in Karnataka and Gujarat
-  Largest fleet of owned Service Vehicles deployed for DaaS Projects
-  Fastest Turn-around time in the Industry Segment

## Our journey so far....





Drone Destination said Farewell, year FY 24! with incredible milestones and innovations, fuelled by the boundless potential of drone technology. The major achievement was to foray in most the key areas of Drone services including Mapping & Surveying, Agri - Spraying and manpower training. Last year the Company also kickstarted the Drone sales by selling drones to Chambal fertilizers.

As the company entered the uncharted airspace of FY 25, the Drone Destination team is excited to push boundaries, pioneer new applications, and elevate India's drone landscape to unprecedented heights.



## Our Drones for Enterprise Solutions



## Training and Education

### Drone Training Programs by DGCA-authorized Remote Pilot Training Organisation

As per Drone Rules 2021, it is mandatory for a Drone Pilot to obtain Remote Pilot Certificate (RPC) from DGCA-authorized Remote Pilot Training Organisation (RPTO), in order to fly drones legally in India. As a DGCA-authorized RPTO, we offer four types of Certified Training Programs on our own and with our training partners:

S.No.	Course Name	Duration
1	DGCA-Certified drone pilot training - Small, Rotorcraft Training ("Course -1")	5 Days
	(Conducted by Drone Destination, IGRUA - Drone Destination and Sanskardham-Drone Destination)	
2	DGCA-Certified drone pilot training - Medium (upto 50 kg), Rotorcraft Training ("Course -2")	5 Days
	(Conducted by Drone Destination, IGRUA - Drone Destination )	
3	DGCA-Certified drone pilot training - Small, Rotorcraft and Hybrid Training ("Course -3") (Conducted by IGRUA-Drone Destination)	7 Days
4	DGCA-authorized Train the Trainer Course - Small, Rotorcraft ("Course -4") (Conducted by Drone Destination, IGRUA-Drone Destination)	9 Days

## Application-Based Training Programs

In addition to Certified Training Programs, we have also started a suite of Application-based Drone Training Programs to develop Industry-ready Drone Pilots. All our Application-Based Training Programs are jointly certified with NSDC as part of our Training Partner agreement.

S. No.	Course Name	Duration
1.	Drone Survey Operator (“ <a href="#">Course-1</a> ”)	7 (5 + 2) Days
2.	Agri Spray - Drone Operator (“ <a href="#">Course-2</a> ”)	7 (5 + 2) Days
3.	Asset Inspection - Drone Operator (“ <a href="#">Course-3</a> ”)	7 (5 + 2) Days

### DGCA-Certified Drone Training Highlights

### Our Industry-Specialized Courses

### Our Training Partners

## We are proud to present the Largest Government approved Drone Training Network

RAPIDLY EXPANDING TO 50+ LOCATIONS!

- ◆ Active Locations
- ◆ New Locations planned

### Our Current Training Partners



Authorised by  
Government of India to  
conduct key  
**"Train the Trainer /  
Drone Instructor  
Training Programs"**

Trained **500+ Instructors**

## Drone as a Service

### Survey and Mapping

Drone Destination offers scalable and cost-effective, geo-spatial data solutions. Our drones and survey teams are already deployed for usage in *Abadi-area* mapping under the SVAMITVA scheme (a flagship project under the Ministry of Panchayati Raj for mapping villages and creating Digital Property Cards for landowners) as well as large-scale mapping projects with our Industry partners pan India.

Our Survey & Mapping services include:

- Capturing precise georeferenced imagery and highly accurate orthophotos.
- Creating customized 2-D Maps and digital elevation models.
- GCP Installation and Base-line Processing.
- Providing scheduled and on-demand aerial data collection to assist in processes such as ground mapping, site planning, & more.
- Automating the survey process with pre-defined missions and flight plans.
- Photogrammetry & Feature Extraction services.

## #SwamitvaDiaries

Drone Destination along with its GIS Partners, is playing a **lead role** in digitizing land records for over **6,50,000 villages** under the **Swamitva Scheme**



**15,00,000 +**

acres mapped under various land digitisation Schemes



**40+**

Drone Pilots & Co-Pilots deployed on-field



## Surveillance & Monitoring

Our drones are equipped with advanced zoom cameras and IR sensors which are capable of producing quality day and night-vision video footage. The Company is assisting Excise Department of Government of Bihar to carry out surveillance of illegal liquor manufacturing along the Ganges within the state. We have a trained team of pilots who can assist users in various monitoring purposes.

<b>Periodic patrolling of assets/ Remote areas/POIs</b>	Patrolling/ inspection of buildings and other facilities such as oil and gas assets through drones have far better results than manual inspection because they are less costly, saves time and does not require intensive labour use which also enables to have periodical patrolling to monitor the condition of buildings, assets etc.
<b>Aerial Surveillance</b>	Aerial Surveillance through drones are far cheaper than traditional methods. Surveillance drones can be equipped with sophisticated imaging technology that provides the ability to obtain detailed photographs of terrain, people, homes, and even small objects. Having high-resolution infrared camera, heat sensors, motion detect sensors would make it possible to remotely carry out surveillance.
<b>Encroachment Detection</b>	Drones can also help to monitor illegal constructions and encroachments by conducting surveys, analyse the data gathered by survey to map and make assessment about the extent of illegal construction and encroachments. This can also accurately identify the actual territory which were just before the encroachment. Further data captured through drone is more reliable than any manual inspection conducted to identify encroachment.
<b>Search and Rescue Operations</b>	Search and Rescue (SAR) is a subset of public safety operations and involves activities revolving around finding missing people. Major issue in rescue mission is that such operation is complicated, challenging and unpredictable. No one can predict the result however, drones are becoming a potential life-saving tool in SAR operation, providing critical support to SAR teams to reduce risk to humans, enable quicker aerial support during adverse weather conditions.
<b>Disaster Management</b>	Often in emergency circumstances such as natural disasters, terrorist attacks where roads, bridges, communication cables, gas and water lines are compromised, safety of

	residents in that area is also compromised. To handle and mitigate suffering and further damage, rescue teams can utilize drones to support infrastructures, deliver supplies and establish communication. Areas where it seems impossible to reach, drones can deliver supplies to those in need.
<b>Incident /Accident Response</b>	In the recent years, use of drones in accident emergencies has increased. Among their main benefits are avoiding endangering rescuers, travelling long distances in a short time, or contacting victims in risky situations. Drones cover a significantly larger area than traditional tracking methods and were useful for performing preliminary triage, determining needs, and knowing the scene prior to the arrival rescuers. In addition, drones reduce the time required to locate the victim. Drones are considerable options when attending such emergencies as they significantly improve the distance travelled to locate accident victim, and improve the time and quality of care provided.
<b>Traffic Monitoring</b>	Population explosion has dramatically increased the number of vehicles leading intense traffic congestion specially during peak office hours. Road with heavy traffic movement can be routinely inspected to identify potholes or waterlogged areas which is primary factor for long hour jams and may lead to accidents.
<b>Crowd Management</b>	India has become the most populated country in the world, and therefore are more drawn towards crowd management solution in public places. Various public institutions are started using drones for crowd control. Drone equipped with speaker can communicate and give early warnings.

### **Precision Agriculture:**

Our Drones equipped with spraying systems can apply pesticides, herbicides, and fertilizers across fields. This reduces the need for manual labor, lowers exposure to chemicals, and ensures even application.

In future, we shall be utilizing agri-mapping drones for crop monitoring and health assessment, irrigation management, and field mapping and analysis.

# Our Success Stories

## 1. Empowered 600+ women Drone Enterpreneuers under Namu Drone Didi Initiative



**"We are geared to train 5000+ Women Drone Entrepreneurs over next 02 years"**

## 2. DAAS Highlights

**28,000+** Gram Panchayats covered under Viksit Bharat Sankalp Yatra

**15,00,000+** acres mapped under various Swamitva & other land digitization schemes



**200+ Kisan Drone, Pilots & Vehicles** deployed for Agri Drone Spray demonstrations

**40+ Survey Drone Pilots & Service Vehicles** deployed for Mapping Projects

### 3. First Drone Company to list on NSE-Emerge



Drone Destination, headquartered in New Delhi, became the first Drone company to go public on National Stock Exchange (NSE-Emerge exchange), backed by one of the highest subscribed IPO of 2023.

### 4. Won first Independent Survey & Mapping Contract from Govt of Andhra Pradesh



The company won service contract for survey & mapping. The drones are being used for survey mapping digitalization of Land records for Government of Andhra Pradesh.

### 5. Partnered with IFFCO and deployed 200 Drones for Viksit Bharat Sankalp Yatra



Under Viksit Bharat Sankalp Yatra, we deployed more than 200+ drones, pilots and service vehicles. 600 Drone Demos / day covered 22,000+ Acres of farms in association with IFFCO.

## 6. Kickstarted RPTO Operations in collaboration with IIT Patna



Started operations of Remote Pilot Training Organization at Patna, Bihar in association with IIT Patna.





## Financial Review

Drone Destination (NSE Code – INE0P7201019) leads India's Drone Services industry, providing comprehensive services from certified drone pilot training to state-of-the-art Drone-as-a Service (DaaS) solutions. Headquartered in New Delhi, Drone Destination pioneers commercial drone operations and training across diverse sectors like agriculture and infrastructure. Notably, as the first listed Drone Company on the NSE Emerge platform, Drone Destination holds a prestigious position in the industry. The training programs set the standard, equipping aspiring pilots with safety and efficiency skills, covering regulatory compliance to advanced manoeuvres. Simultaneously, Drone Destination focuses on DaaS, delivering tailor-made solutions for agriculture spray, aerial surveying, and asset inspection services. Committed to innovation, Drone Destination empowers individuals and industries through training and DaaS offerings, shaping the future of drone technology.

The vision and business fundamentals aligned with core focus on Drone-based Services & Training has helped to achieve 43% EBIDTA and 22% PAT over the year. The on-ground execution capabilities have helped to develop credible associations, as the company has recently collaborated with IFFCO for the largest Drone Spray project over 30 lakh acres across 12 states in India. Drone Destination also has a steady pipeline of upcoming projects and partnerships, including Urban Mapping, LIDAR surveys, as well as launch of Drone Soccer in India, an exciting new sport, blending education, technology and recreation.

Over the past year, the revenue has grown 2.7x to INR 32.26 Crores and the PAT has grown 2.76x to INR 7.08 Crores. Drone Destination has continued to maintain leadership position for Drone Training in India, and are proud to be part of the Namu Drone Didi scheme, having trained the highest number of Drone Didis in the country. Drone Destination won and successfully executed its first independent drone survey project for Govt of AP Land Records Dept. The company has also forayed into Agri Drone Services in collaboration with IFFCO and executed over 28,000 Drone Demonstrations under the Viksit Bharat Sankalp Yatra. Drone Destination is on a high-growth trajectory and aims to scale its integrated Service & Training network pan-India.

### The Key highlights of Drone Destination

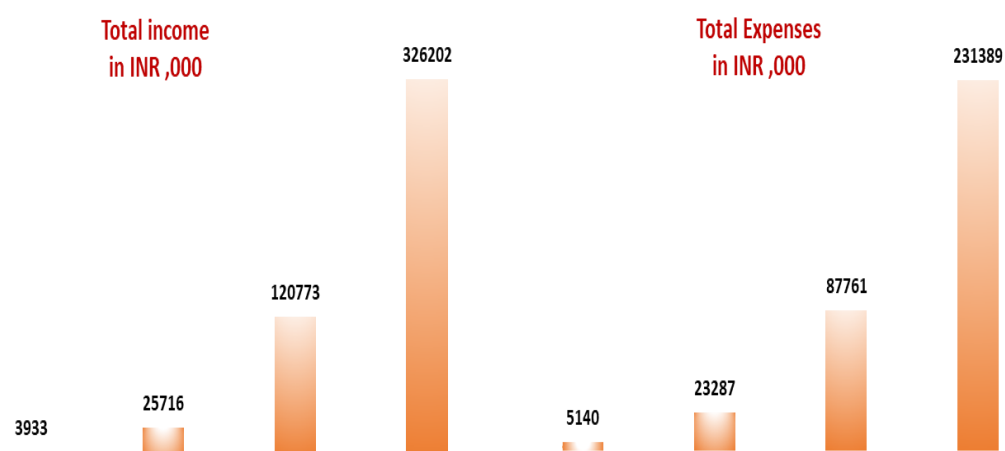
- Became the first Drone Company to list on NSE Emerge.
- Actively participated in the “Namu Drone Didi” scheme and trained more than 600 Namu Drone Didis, nominated by our new client base including large fertilizer and

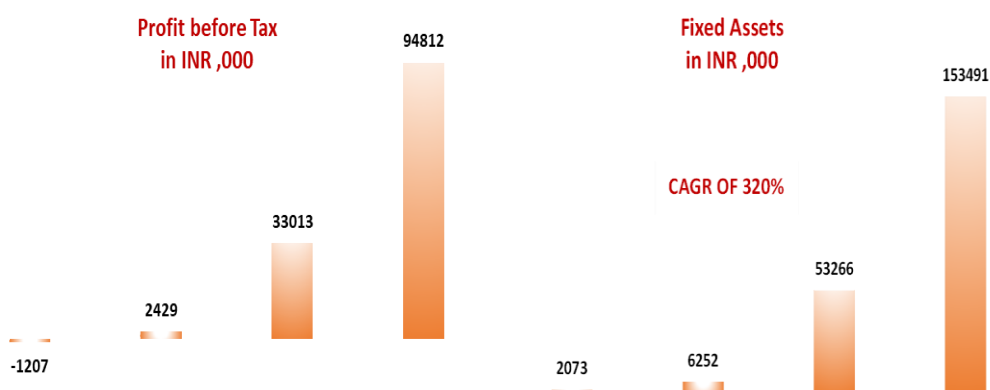
agro-chemical companies such as IFFCO, KRIBHCO, Chambal Fertiliser, IPL, Indorama etc.

- Won and executed our first independent Drone Survey Project from Andhra Pradesh Land Records Department, mapping 1.4 Lakh hectares in the state
- Forayed into Agri Spray services and deployed close to 200 Drones & Drone Pilots for IFFCO, and covered over 28,000 Gram Panchayats for Agri Spray demonstrations under Viksit Bharat Sankalp Yatra
- Introduced new “Kickstarter” & “Training Partner” Program to expand training footprint across India.

Financial figures are in '000s

Particulars	FY 21	FY 22	FY 23	FY 24	CAGR
<b>Revenue from operations</b>	3918	25343	120722	318214	333%
<b>Total Income</b>	3933	25716	120773	326202	336%
<b>Total Expenses</b>	5140	23287	87761	231389	256%
<b>PBDIT</b>	-239	3996	47025	138639	
<b>Profit Before Tax</b>	-1207	2429	33013	94812	
<b>Profit Before Tax Margin</b>	-31%	9%	27%	29%	
<b>Profit /loss for the period</b>	-1207	1896	25624	70821	
<b>EPS (₹) prior to exceptional item</b>	-0.12	0.19	26.08	3.42	
<b>Net Worth</b>	-509	1386	176054	616333	
<b>Fixed assets</b>	2073	6252	53266	153491	320%





## SIGNIFICANT CHANGES IN KEY FINANCIAL RATIOS

Ratios	Numerator	Denominator	Current Reporting	Previous reporting	% of Change	Reason for change >5%
Debt Equity Ratio	Debt Capital	Shareholder's Equity	0.06	0.09	-28.69%	Due to increase in share capital during the year
Debt Service coverage ratio	EBITDA-CAPEX	Debt Service (Int+Principal)	6.00	5.45	10.08%	
Return on Equity Ratio	Profit for the year	Shareholder's Equity	0.11	0.15	-21.07%	Due to increase in share capital during the year
Inventory Turnover Ratio	COGS	Average Inventory	NA	NA	NA	NA
Trade Receivables turnover ratio	Net Sales	Average trade receivables	2.48	3.49	-28.96%	Due to increase in revenue from survey and mapping where debtors collection period is on a higher side.
Trade payables turnover ratio	Total Purchases (Fuel Cost + Other Expenses+Closing Inventory-Opening Inventory)	Average Trade Payables	NA	NA	NA	NA
Net capital turnover ratio	Sales	Working capital (CA-CL)	0.67	0.33	102.92%	Due to increase in debtors realisation period during the year.
Net profit ratio	Net Profit	Sales	0.22	0.21	5.98%	Due to growth in the current working period.
Return on Capital employed	Earnings before interest and tax	Capital Employed	0.15	0.18	-14.63%	Due to growth in the current working period.
Return on Investment	Net Profit	Investment	NA	NA	NA	NA

\*The ratios of the current year are not comparable with the previous year as current

## Forthcoming New Initiatives

**Drone Destination has mega pan India expansion plans to increase presence across the full spectrum of Drone Ecosystem in India**

- *Drone Destination is **India's leading Drone-as-a-Service and largest Drone Training Organization** and is listed on NSE Emerge.*
- *Key offerings in the upcoming year would be several products and services across the value chain of the Drone ecosystem including **Drones, Batteries & Components, Drone Services, Drone Education and Skilling, Drone Repair and Maintenance, and Drone Sports.***

The company plans to establish India's largest network of fixed and mobile **"Drone Hubs"** which will cater to whole ecosystem of drones. Over the next year, the company aims to roll out **250 such hubs** and also aims to establish a network of over **1000 such hubs in the next two years**. This network will focus on **cost effectiveness, efficiency, and turnaround time**.

The company plans to launch the following new initiatives under the umbrella of Drone Destination in upcoming year:

1. **Drone Hub on Wheels** – will offer integrated services like Drone Sales, Repairs & Maintenance, Drone Services, and Drone Training through "Drone Dost", "Drone Doctor" and "Drone Guru." (*Dost/ Doctor/Guru are personas of the same Engineer/ Pilot wearing three different hats*)
2. **Drone Shiksha**- An initiative to introduce Drones as a new STEM learning in schools starting from the elementary level itself. The students will be trained to build, code and fly Drones.
3. **Drone Kaushal** - For students who intend to make a career in Drones ecosystem post-schooling, Drone Destination offers several skilling programs including a certified Drone Pilot program.
4. **Drone Soccer** - in association with the Drone Soccer Association of India, Drone Soccer is a new exciting sport that can be played by children to senior citizens, fit or differently abled. Drone Soccer Association of India (DSAI) is a founding member of FIDA (Federation of International Drone Soccer Association). The first Drone Soccer World Cup Championship is scheduled to be held in Korea in 2025 and DSAI in association with Drone Destination will send an Indian Representative Team for the same.

We believe that currently Drones being a nascent industry has some critical gaps, which Drone Destination as pioneer aims to plug with the new offerings. A pan India rollout of 'Drone Hub on Wheels' will offer with a focus on "turnaround time" - from Drones / Drone Services to after-sales and training. Each pilot is trained on multiple skills like 'Drone Dost' providing drone services like agri-spray, 'Drone Doctor' for fixing out-of-action drones, and 'Drone Guru' for training local youth on drones. These products would provide indigenous solutions for the drone industry in the country, in line with the Hon'ble PM's call for 'Make in India' and 'Atmanirbhar Bharat' and shall further boost India's technological leadership in the world."

Drone Destination, has set an example in the start-up ecosystem by being prudent to all its stakeholders and following financial discipline, ensuring profitability ahead of the curve. The management team is confident of supercharging the company's growth and creating an impact that shall be visible across multiple industries from - agriculture, survey and mapping, smart cities, infrastructure like rail, road, port, telecom, power, utilities, BFSI to logistics and delivery and much more. Also, by combining new-age technology like AI with drone technology, the team is confident to deliver substantial ESG outcomes for businesses. Drone Destination is poised to redefine the industry landscape and set new standards for excellence and innovation in coming years.

## DIRECTORS' REPORT

**Dear Members,**  
**Drone Destination Limited**  
**(Formerly Known as Drone Destination Private Limited)**

Your directors' have immense pleasure in presenting this **5<sup>th</sup> Annual Report** on the business and operations of your Company along with the Audited Financial Statements for the financial year ended March 31, 2024.

### 1. **FINANCIAL RESULTS**

Your Company sustained a good performance during the FY 2023-24. The key highlights of the financial performance, as stated in the Audited Financial Statements, along with the corresponding performance for the previous year are as under:

*(Amount in Rs. Thousand)*

<b>Particulars</b>	<b>2023-24</b>	<b>2022-23</b>
Total Income	3,26,201.56	1,20,773.22
Total Expenses	2,31,389.30	87,759.96
Profit/(Loss) before Tax	94,812.26	33,951.41
Tax Expenses	23,991.24	8,327.39
Profit/(Loss) after Tax	70,821.02	25,624.02
Security Premium	3,01,501.06	1,00,100.00

### 2. **STATE OF YOUR COMPANY'S AFFAIRS**

Drone Destination leads India's Drone industry, providing comprehensive services from Certified Drone Pilot training to state-of-the-art Drone-as-a-Service (DaaS) solutions. Headquartered in New Delhi, Drone Destination pioneers commercial drone operations and training across diverse sectors like agriculture and infrastructure. Notably, as the first listed Drone Company on the NSE Emerge platform, Drone Destination holds a prestigious position in the industry. The training programs sets the standard, equipping aspiring pilots with safety and efficiency skills, covering regulatory compliance to advanced manoeuvres.

Simultaneously, Drone Destination focuses on DaaS, delivering tailor-made solutions for agriculture spray, aerial surveying, and asset inspection services. Committed to innovation, Drone Destination empowers individuals and industries through training and DaaS offerings, shaping the future of drone technology.

### **3. PERFORMANCE OF YOUR COMPANY**

The total income of your Company is Rs. 3,26,201.56 (In Thousands) (+ 170% YoY) during the financial year 2023-24 as against the total income of Rs. 1,20,773.22 (In Thousands) in the previous financial year 2022-23. The total expenditure is Rs. 2,31,389.30 (In Thousands) (+164% YoY) during the financial year 2023-24 as against Rs. 87,759.96 (In Thousands) in the previous financial year 2022-23. Your Company has earned Profit after Tax of Rs. 70,821.02 (In Thousands) (+ 176% YoY) during the financial year 2023-24 as against earned profit after Tax of Rs. 25,624.02 (In Thousands) in the previous financial year 2022-23.

### **4. DIVIDEND AND TRANSFER TO RESERVES**

Keeping in view the expansion of business of your Company, the Board of Directors of your Company has decided not to recommend any dividend for the financial year ended March 31, 2024. Further, there has been no transfer to general reserves.

### **5. CHANGE IN NATURE OF BUSINESS**

During the year under review, there has been no change in your Company's nature of business.

### **6. CONVERSION OF STATUS OF YOUR COMPANY FROM UNLISTED TO LISTED**

During the period under review, the status of your Company was converted from 'Unlisted' to 'Listed' as Company got listed on SME Emerge Platform of National Stock Exchange w.e.f. 21<sup>st</sup> July, 2023.

### **7. MATERIAL CHANGES AND COMMITMENTS IF ANY AFFECTING THE FINANCIAL POSITION OF YOUR COMPANY**

There was no material change and commitment affecting the financial position of your Company that occurred in between the financial year ended on March 31, 2024 and the date of this report.

### **8. SHARE CAPITAL**

During the period under review, there has been change in the Share Capital of your Company.

## **A) AUTHORISED SHARE CAPITAL**

The Authorised Share Capital of your Company was increased from Rs. 5,00,00,000/- (Rupees Five Crores only) divided into 50,00,000 (Fifty Lacs) Equity Shares of Rs. 10/- (Rupees Ten) each to Rs. 26,00,00,000/- (Rupees Twenty-Six Crores only) divided into 2,60,00,000 (Two Crore Sixty Lacs) Equity Shares of Rs. 10/- (Rupees Ten) each on dated 29<sup>th</sup> April, 2023.

## **B) PAID UP SHARE CAPITAL**

During the period under review, your Company had issued shares by way of following Allotments:

S. No.	Type of Issue	Date of Allotment	Type of Shares	No. of Shares Allotted	Face Value (in Rs.)	Share Premium Amount (in Rs.)	Total Amount (Rs.)
1	Bonus Issue	15-05-2023	Equity	1,24,99,998	Rs. 10/-	Nil	Rs. 12,49,99,980 /-
2	Initial Public Offer (IPO)	18-07-2023	Equity	68,00,000	Rs. 10/-	Rs. 37,40,00,000/-	Rs. 44,20,00,000/-

Presently, the Subscribed & Paid Up Share Capital of your Company is Rs. 24,29,99,980 (Rupees Twenty Four Crore Twenty Nine Lakhs Ninety Nine Thousand Nine Hundred and Eighty) divided into 2,42,99,998 (Two Crore Forty Two Lakhs Ninety Nine Thousand Nine Hundred and Ninety Eight) Equity Shares of Rs. 10 each.

## **9. INITIAL PUBLIC OFFER OF EQUITY SHARES**

Your Company had announced Initial Public Offer of 68,00,000 equity shares of Rs. 10/- each of Drone Destination Limited at a price of Rs. 65/- per equity share, aggregating to Rs. 4,420 Lakhs. The issue was open for subscription from Friday, 7<sup>th</sup> July, 2023 to Thursday, 13<sup>th</sup> July, 2023. Pursuant to the IPO 68,00,000 equity shares were issued and allotted on Tuesday, 18<sup>th</sup> July, 2023 to the public.

## **10. LISTING**

The Equity Shares of your Company are listed on SME Emerge Platform of NSE Limited w.e.f. 21<sup>st</sup> July, 2023.



## **11. PUBLIC DEPOSITS**

During the financial year under review, the details relating to deposits, covered under Chapter V of the Act,-

(a) accepted during the year: **NA**

(b) remained unpaid or unclaimed as at the end of the year: **NA**

(c) whether there has been any default in repayment of deposits or payment of interest thereon during the year and if so, number of such cases and the total amount involved-  
**NA**

(i) at the beginning of the year: **NA**

(ii) maximum during the year: **NA**

(iii) at the end of the year: **NA**

(iv) the details of deposits which are not in compliance with the requirements of Chapter V of the Act: **NA**

## **12. WEB LINK OF ANNUAL RETURN**

Annual Report for the F.Y 2023-24 will be available on our website i.e [www.thedronedestination.com](http://www.thedronedestination.com).

## **13. DIRECTORS AND KEY MANAGERIAL PERSONNEL**

During the period under review, following Directors and Key Managerial Personnel were appointed:

<b>S No.</b>	<b>Particulars</b>	<b>Designation</b>	<b>Status</b>	<b>Effective Date</b>
1)	Mr. Raminder Kumar Verma	Non -Executive, Non -Independent Director	Appointment	29-04-2023
2)	Mr. Rajiv Ahuja	Independent Director	Appointment	29-04-2023
3)	Mr. Satendra Singh	Independent Director	Appointment	29-04-2023
4)	Mr. Chirag Sharma	Managing Director	Change in Designation	15-05-2023
5)	Ms. Ayushi Gupta	Company Secretary	Appointment	01-05-2023
6)	Mr. Arun Kumar	Chief Financial Officer	Appointment	15-05-2023
7)	Mr. Arun Kumar	Chief Financial Officer	Resignation	10-11-2023
8)	Mr. Shekhar	Chief Financial Officer	Appointment	10-11-2023

Pursuant to Section 149, 152 and other applicable provisions of the Companies Act, 2013, two-third of such of the Directors as are liable to retire by rotation, shall retire every year and, if eligible, offer themselves for re-appointment at every AGM. Consequently, **Mrs. Shashi Bala (DIN: 01547327)** and **Mr. Raminder Kumar Verma (DIN: 10064817)**, Directors of your Company will retire by rotation at the ensuing AGM, and being eligible, offers themselves for re-appointment in accordance with provisions of the Act.

#### **14. BOARD AND COMMITTEES' COMPOSITION AND THEIR MEETINGS**

##### **Annual Evaluation of Directors, its Committees and Board:**

The formal annual evaluation of the performance of the board and that of its committees has been carried out through a structured evaluation process covering various aspects of the board's functioning such as the Board structure & composition, effectiveness of the Board process, information flow & functioning, quality of relationship between the board and the Management, establishment, and delineation of the responsibilities to Committees etc. The performance of Individual Directors was evaluated on parameters such as professional conduct, performance of duties, role and functions, contribution to the Board / Committee etc. by self – evaluation process. The directors were satisfied with the evaluation results, which reflected the overall engagement of the Board and its Committee with your Company.

As on date of the Director's Report, the Board of Directors of your Company comprises of total Five (5) directors. The composition of the Board of Directors is as under:

<b>Sl. No.</b>	<b>Name of the Director</b>	<b>DIN No.</b>	<b>Designation</b>
1	Mr. Chirag Sharma	05271919	Managing Director
2	Mrs. Shashi Bala	01547327	Executive Director
3	Mr. Raminder Kumar Verma	10064817	Non-Executive Director
4	Mr. Rajiv Ahuja	02297731	Independent Director
5	Mr. Satendra Singh	07618098	Independent Director

During the financial year under review, 13 (Thirteen) meetings were held by the Board of Directors viz, 25<sup>th</sup> April 2023, 1<sup>st</sup> May 2023, 12<sup>th</sup> May 2023, 15<sup>th</sup> May 2023, 20<sup>th</sup> May 2023, 28<sup>th</sup> June 2023, 30<sup>th</sup> June 2023, 3<sup>rd</sup> July 2023, 18<sup>th</sup> July 2023, 18<sup>th</sup> July 2023, 1<sup>st</sup> August 2023, 10<sup>th</sup> November 2023 and 14<sup>th</sup> February 2024. Further, the intervening gap between the Meetings was within the period prescribed under the Act.

Details of attendance of Directors in Board Meetings held during the financial year 2023-24 are as under:

SI. No.	Name of the Director	DIN No.	Attendance particulars in Board Meetings
1.	Mr. Chirag Sharma	05271919	12
2.	Mrs. Shashi Bala	01547327	13
3.	Mr. Raminder Kumar Verma	10064817	12
4.	Mr. Rajiv Ahuja	02297731	4
5.	Mr. Satendra Singh	07618098	10

**Details of the attendance of Members of the Committees held during the financial year 2023-24 are as under:**

**AUDIT COMMITTEE:**

During the financial year under review, 4 (Four) meetings were held by the Audit Committee viz, 28<sup>th</sup> June 2023, 1<sup>st</sup> August 2023, 10<sup>th</sup> November 2023 and 14<sup>th</sup> February 2024. Further, the intervening gap between the Meetings was within the period prescribed under the Act.

**The composition of the Committee and the details of meetings attended by its members are given below:**

SI. No.	Name of the Director	DIN No.	Attendance particulars in Board Meetings
1.	Mr. Chirag Sharma	05271919	4
2.	Mr. Rajiv Ahuja	02297731	2
3.	Mr. Satendra Singh	07618098	4

**NOMINATION AND REMUNERATION COMMITTEE:**

During the financial year under review, 2 (Two) meetings were held by the Nomination and Remuneration Committee viz, 1<sup>st</sup> August 2023 and 10<sup>th</sup> November 2023. Further, the intervening gap between the Meetings was within the period prescribed under the Act.

**The composition of the Committee and the details of meetings attended by its members are given below:**

<b>Sl. No.</b>	<b>Name of the Director</b>	<b>DIN No.</b>	<b>Attendance particulars in Board Meetings</b>
1.	Mr. Raminder Kumar Verma	10064817	2
2.	Mr. Rajiv Ahuja	02297731	1
3.	Mr. Satendra Singh	07618098	2

**STAKEHOLDER'S RELATIONSHIP COMMITTEE:**

During the financial year under review, 1 (One) meeting was held by the Stakeholder's Relationship Committee viz, 1<sup>st</sup> August 2023. Further, the intervening gap between the Meetings was within the period prescribed under the Act.

**The composition of the Committee and the details of meetings attended by its members are given below:**

<b>Sl. No.</b>	<b>Name of the Director</b>	<b>DIN No.</b>	<b>Attendance particulars in Board Meetings</b>
1.	Mr. Chirag Sharma	05271919	1
2.	Mr. Raminder Kumar Verma	10064817	1
3.	Mr. Rajiv Ahuja	02297731	1

**15. SEPARATE MEETING OF INDEPENDENT DIRECTORS**

As stipulated by the Code of Independent Directors under Schedule IV under the Companies Act, 2013 and the Listing Regulations, 2015, a separate meeting of the Independent Directors of your Company was held on March 26, 2023 to review the performance of Non-Independent Directors, the Board as whole and evaluation of performance of your Company. The Independent Directors also reviewed the quality, content and timeliness of the flow of information between the Management and the Board and its Committees which are necessary to effectively and reasonably perform and discharge their duties.

**16. STATUTORY DISCLOSURES**

None of the Directors of your Company is disqualified as per the provisions of Section 164(2) of the Act. The Directors of your Company have made necessary disclosures, as required under various provisions of the Act.

## **17. CONSERVATION OF ENERGY AND TECHNOLOGY ABSORPTION**

As required by the provisions of Companies Act, 2013, the relevant information pertaining to conservation of energy, technology absorption and foreign exchange earnings and outgo are given under:

### **(A) Conservation of energy- NA**

- (i) the steps taken or impact on conservation of energy;
- (ii) the steps taken by your Company for utilising alternate sources of energy;
- (iii) the capital investment on energy conservation equipments;

### **(B) Technology absorption-NA**

- (i) the efforts made towards technology absorption;
- (ii) the benefits derived like product improvement, cost reduction, product development or import substitution;
- (iii) in case of imported technology (imported during the last three years reckoned from the beginning of the financial year)-
  - (a) the details of technology imported;
  - (b) the year of import;
  - (c) whether the technology been fully absorbed;
  - (d) if not fully absorbed, areas where absorption has not taken place, and the reasons thereof; and
- (iv) the expenditure incurred on Research and Development.

### **(C) Foreign exchange earnings and Outgo:-**

The details of earnings and outgo in Foreign Exchange during the financial year ended March 31, 2024 are as follows:

**Earnings:** 987.91 (In Thousands)

**Outgo:** 651.98 (In Thousands)

## **18. COMPLIANCES OF SECRETARIAL STANDARDS**

During the Financial Year your Company has duly complied with all the requirements as laid down in the applicable Secretarial Standards.

## **19. DIRECTORS' RESPONSIBILITY STATEMENT**

Pursuant to Section 134(5) of the Act, your Directors, based on the representation as provided to the Board by the management, confirm that:

- (a) in the preparation of the Annual Financial Statements for the financial year ended March 31, 2024, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- (b) the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of your Company as on March 31, 2024, and of the profit & loss of your Company for the year under review;
- (c) the directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of your Company and for preventing and detecting fraud and other irregularities;
- (d) the directors have prepared the Annual Financial Statements for the financial year ended March 31, 2024 on a 'going concern' basis;
- (e) The directors have devised proper system to ensure compliance with the provisions of all the provisions of all applicable laws and that such system was adequate and operating effectively.

## **20. DECLARATION OF INDEPENDENCE BY INDEPENDENT DIRECTORS**

The provisions of Section 149 of the Companies Act, 2013 with respect to appointment of Independent Directors are applicable to your Company for the financial year ending March 31, 2024.

The Board, after undertaking due assessment of the veracity of the declaration submitted by the Independent Directors under sub section (6) of Section 149 of the Companies Act, 2013 was of the opinion that the Independent Directors meet the criteria of independence, are independent from Management and have necessary integrity, expertise, skills and experience required for their appointment as Independent Director.

As required vide Rule 6 (1) & (2) of the Companies (Appointment and Qualifications of Directors) Rules, 2014 they have registered their names in the Independent Directors' Databank maintained by the Indian Institute of Corporate Affairs. Based on the declarations received from the Directors, the Board confirms, that the Independent

Directors fulfil the conditions as specified under Schedule V of the Listing Regulations and are independent of the management. The Board of Directors are of the opinion that Mr. Rajiv Ahuja and Mr. Satendra Singh, Independent Directors of your Company meet the necessary criteria for continuing as Independent Directors of your Company.

## **21. STATUTORY AUDITORS**

Pursuant to the provisions of Section 139 of the Act and the rules framed thereunder, M/s GAMS & Associates LLP, Chartered Accountants (Firm Registration No. N500094), were appointed as Statutory Auditors of your Company to hold office from the conclusion of 1<sup>st</sup> Annual General Meeting (“AGM”) for a period of five years till the conclusion of the 6<sup>th</sup> AGM of your Company to be held in the year 2025.

Your Company has received letter from them to the effect that their ratification, if made, would be within the limits prescribed under Section 141(3) of the Companies Act, 2013 and that they are not disqualified for ratification.

Accordingly, the Board of Directors recommends the ratification of M/s GAMS & Associates LLP as Statutory Auditors of your Company.

## **22. STATUTORY AUDITORS’ REPORT**

The Statutory Auditors’ Report does not contain any qualification, reservation or adverse remark. Further, the observations of the Auditors in their report read together with the Notes to Financial Statements are self-explanatory and therefore, in the opinion of the Board of Directors, do not call for any further explanation.

## **23. PARTICULARS OF LOANS, INVESTMENTS AND GUARANTEES**

During the period under review, there is no transactions covered under section 186 of the Companies Act, 2013.

## **24. RELATED PARTY TRANSACTIONS**

All Related Party Transactions that were entered into during the financial year under review were on an arm’s length basis and in the ordinary course of business. Disclosures as required under Section 134(3) (h) read with Rule 8(2) of the Companies (Accounts) Rules, 2014, are provided in the Form AOC-2 which is annexed herewith as “**Annexure I**” and forms part of this Report.

## **25. RISK MANAGEMENT POLICY**

Your Company has laid down a well-defined Risk Management Mechanism covering the risk mapping and trend analysis, risk exposure, potential impact and risk mitigation process. A detail exercise is being carried out to identify, evaluate, manage and monitoring of both business and non-business risks. The Board reviews the risks and suggests steps to be taken to control and mitigate the same through a properly defined framework.

Your Company has Risk Management Policy and it is available on your Company's website i.e. [www.thedronedestination.com](http://www.thedronedestination.com).

## **26. CORPORATE GOVERNANCE**

As per Regulation 15 read with Regulation 27 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 relating to Corporate Governance Disclosure does not apply to your Company listed on the SME platform. Hence, your Company is not required to make disclosures in Corporate Governance Report.

## **27. ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO THE FINANCIAL STATEMENTS**

Your Company has in place adequate internal financial controls with reference to financial statements. The internal financial controls with reference to the Financial Statements are adequate in the opinion of the Board of Directors.

Also, your Company has a proper system of internal controls to ensure that all assets are safeguarded and protected against loss from unauthorized use or disposition and that transactions are authorized, recorded and reported correctly.

During the Financial Year 2023-24, such controls were tested and no reportable material weakness in the design or operation was observed.

## **28. VIGIL MECHANISM / WHISTLE BLOWER POLICY**

Your Company is committed to adhere to the highest standards of ethical, moral and legal conduct of business operations and in order to maintain these standards, your Company encourages the employees to voice their genuine concerns without fear of censure, therefore company's ultimate holding company has built in and set up the Vigil Mechanism Policy applicable to your Company, according to which all the directors,



employees of your Company including third party, are eligible to make disclosures under the mechanism in relation to the matter concerning your Company.

Details of the Whistle Blower Policy are made available on your Company's website [www.thedronedestination.com](http://www.thedronedestination.com).

## **29. DISCLOSURE REGARDING CORPORATE SOCIAL RESPONSIBILITY (CSR)**

In purview of Section 135 of the Companies Act, 2013, every company having net worth of rupees five hundred crore or more or turnover of rupees one thousand crore or more or a net profit of rupees five crore or more during the immediately preceding financial year needs to spend at least 2% of the average net profits of last 3 immediately preceding financial years for your Company's Corporate Social Responsibility (CSR) policy.

**So, in view of above your Company is coming under ambit of such criteria as envisaged herein above, therefore provisions relating to CSR is applicable to your Company. Hence, your Company has to spend at least 2% of the net profits of immediately preceding three financial years.**

## **30. DETAILS OF SUBSIDIARIES/JOINT VENTURES/ASSOCIATES COMPANIES**

Your Company does not have any subsidiary, associate, or joint venture, therefore the statement containing the salient features of the financial statement of subsidiaries, associates or joint ventures under the first proviso to sub-section (3) of section 129 of the Companies Act, 2013 in Form AOC-1 is not applicable.

Following are the Companies in which Director's has the common shareholding:

<b>Nature of Relationship</b>	<b>Name of Entities</b>
<b>Body corporate in which 20% or more of the share capital is held by the Directors or an immediate relative of the Directors or a firm or HUF in which the Directors or any one or more of their immediate relative is a member.</b>	<ol style="list-style-type: none"> <li>1. Drone Destination Services Private Limited</li> <li>2. Hubblefly Technologies Private Limited</li> <li>3. Agristar Technologies Private Limited</li> <li>4. Air One Aviation Private Limited</li> <li>5. Airone Charters Private Limited</li> <li>6. Air One Logistics Private Limited</li> <li>7. Airone Support Services Private Limited</li> <li>8. Peace Angels Foundation</li> <li>9. Mint Aviation Private Limited</li> <li>10. Spectrum Universal Trade Private Limited</li> <li>11. Flosaira Floral Art Private Limited</li> </ol>

	12. Kasta Entertainment Private Limited 13. Drone Soccer Private Limited 14. Drone Soccer Association India 15. Hubblefly Batteries Private Limited
<b>Body corporate in which a body corporate as mentioned above holds 20% or more of the total share capital</b>	1. Ezee Charters Private Limited

### **31. BUSINESS RESPONSIBILITY REPORT**

Pursuant to Regulation 34 of the Listing Regulations, 2015, Business Responsibility Report is not applicable to your Company.

### **32. COST RECORDS**

Maintenance of cost records as specified by the central government under sub-section (1) of Section 148 is not applicable to company.

### **33. DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013**

Company has adopted a Policy under the Sexual Harassment of Women at Workplace (Prevention, Prohibition, and Redressal) Act, 2013 and rules framed thereunder. Company is committed to provide a safe and secure environment to its women employees across its functions and other women stakeholders, as they are considered as integral and important part of the Organization. An Internal Complaints Committee (ICC) with requisite number of representatives has been set up to redress complaints relating to sexual harassment, if any, received from women employees and other women associates. All employees (permanent, contractual, temporary, trainees) are covered under this policy, which also extends to cover all women stakeholders of your Company. The following is the summary of sexual harassments complaints received and disposed off during the financial year ended March 31, 2024.

- No. of Complaints Received – Nil
- No. of Complaints disposed off – Nil
- No. of Cases Pending for more than 90 Days – Nil
- No. of Workshops of awareness program against sexual harassment carried out :  
Mention Any Training Program conducted during year under review Nature of action taken by the employer or district officer ; Nil.

#### **34. PARTICULARS OF EMPLOYEES**

The disclosure as required under Section 197(12) of the Act, read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are annexed herewith as “**Annexure II**” and forms part of this Report.

#### **35. SECRETARIAL AUDITOR AND IT'S REPORT**

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, your Company appointed Mr. Ram Parvesh Yadav, the proprietor of M/s. R P Y & Associates, Company Secretaries (FCS No. F8343; CP No.: 9484), to undertake the Secretarial Audit of your Company for the Financial Year 2023- 24.

The Report of the Secretarial Audit Report is furnished herewith in **Annexure III**.

#### **36. DETAILS OF FRAUD IF ANY, REPORTED BY AUDITORS**

During the Financial Year under review, the Statutory & Secretarial Auditors have not reported any incident of fraud to the Board of Directors of your Company, pursuant to the provisions of Section 143(12) of the Companies Act, 2013.

#### **37. SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS**

There are no significant or material orders passed by the Regulators/ Courts which would impact the going concern status of your Company and its operations in future.

#### **38. DETAILS OF APPLICATIONS MADE UNDER THE INSOLVENCY AND BANKRUPTCY CODE, 2016**

The above clause is not applicable to your Company as your Company has neither made any application nor any proceeding is pending under the Insolvency and Bankruptcy Code, 2016 during the financial year 2023-24.

#### **39. THE DETAILS OF DIFFERENCE BETWEEN AMOUNT OF THE VALUATION DONE AT THE TIME OF ONE TIME SETTLEMENT AND THE VALUATION DONE WHILE TAKING LOAN FROM THE BANKS OR FINANCIAL INSTITUTIONS ALONG WITH THE REASONS THEREOF.**

The above clause is not applicable to your Company as your Company has not entered into any settlement from Banks or Financial Institutions during the year under review.

#### **40. CAUTIONARY STATEMENT**

Statements in the Board's Report and the Management Discussion & Analysis Report describing your Company's objectives, expectations or forecasts may be forward-looking within the meaning of applicable securities laws and regulations. Actual results may differ materially from those expressed in the statement. Important factors that could influence your Company's operations include global and domestic market conditions affecting cost as well as the selling prices of the services, changes in government regulations, tax laws, economic developments within the country and other factors such as litigation and industrial relations.

#### **41. ACKNOWLEDGEMENTS**

Your Directors would like to express their sincere appreciation for the co-operation and assistance received from the Bankers, Regulatory Bodies, Customers and other business associates who have extended their valuable sustained support and encouragement during the financial year under review.

**By Order of the Board of Directors**

**For Drone Destination Limited**  
***(Formerly Known as Drone Destination Private Limited)***

**Place: New Delhi**  
**Date: 18<sup>th</sup> July, 2024**

**Sd/-**  
**CHIRAG SHARMA**  
**MANAGING DIRECTOR**  
**DIN: 05271919**

**Sd/-**  
**RAMINDER KUMAR VERMA**  
**DIRECTOR**  
**DIN: 10064817**

**Form No. AOC-2**

(Pursuant to clause (h) of sub-section (3) of Section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

Form for disclosure of particulars of contracts/arrangements entered into by your Company with related parties referred to in sub-section (1) of Section 188 of the Companies Act, 2013 including certain arm’s length transactions under third proviso thereto:

**1. Details of contracts or arrangements or transactions not at arm’s length basis:**

There were no contracts or arrangements or transactions entered into during the financial year ended March 31, 2024, which are not on arm’s length basis.

**2. Details of material contracts or arrangements or transactions at arm’s length basis:**

The details of material contracts or arrangements or transactions entered into during the financial year ended March 31, 2024, which are on arm’s length basis:

Sl. No.	Particulars	Details
1)	Name (s) of the related party & nature of relationship	Hubblefly Technologies Private Limited An Enterprise in which director exercising significant influence
	Nature of contracts / arrangements/ transactions	Purchase
	Duration of the contracts/ arrangements/transactions	Course of Business/ Continuing Business Agreement
	Salient terms of the contracts or arrangements or transactions including the value, if any	-
	Date of approval by the Board, if any	24 <sup>th</sup> March, 2023
	Amount paid as advances, if any	-

<b>Sl. No.</b>	<b>Particulars</b>	<b>Details</b>
2)	Name (s) of the related party & nature of relationship	Alok Sharma, Relative of Director
	Nature of contracts / arrangements/ transactions	Rent
	Duration of the contracts/ arrangements/transactions	Course of Business/ Continuing Business Agreement
	Salient terms of the contracts or arrangements or transactions including the value, if any	-
	Date of approval by the Board, if any	24 <sup>th</sup> March, 2023
	Amount paid as advances, if any	-
3)	Name (s) of the related party & nature of relationship	Shashi Bala, Director
	Nature of contracts / arrangements/ transactions	Rent
	Duration of the contracts/ arrangements/transactions	Course of Business/ Continuing Business Agreement
	Salient terms of the contracts or arrangements or transactions including the value, if any	-
	Date of approval by the Board, if any	24 <sup>th</sup> March, 2023
	Amount paid as advances, if any	-
4)	Name (s) of the related party & nature of relationship	Chirag Sharma, Managing Director
	Nature of contracts / arrangements/ transactions	Rent Free Accommodation
	Duration of the contracts/ arrangements/transactions	Course of Business/ Continuing Business Agreement
	Salient terms of the contracts or arrangements or transactions including the value, if any	-

	Date of approval by the Board, if any	12 <sup>th</sup> May, 2023
	Amount paid as advances, if any	-

**By Order of the Board of Directors  
For Drone Destination Limited  
(Formerly Known as Drone Destination Private Limited)**

**Place: New Delhi**  
**Date: 18<sup>th</sup> July, 2024**

**Sd/-**  
**CHIRAG SHARMA**  
**MANAGING DIRECTOR**  
**DIN: 05271919**

**Sd/-**  
**RAMINDER KUMAR VERMA**  
**DIRECTOR**  
**DIN: 10064817**

**PARTICULARS OF EMPLOYEES****Disclosures pertaining to remuneration and other details as required under Section 197(12) of the Companies Act, 2013 read with Rules made there under**

**Information as per Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014**

**A. The ratio of remuneration of each director to the median remuneration of employees for the financial year and the Percentage increase in remuneration of each director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager, if any, in the financial year:**

<b>Sr. No.</b>	<b>Name</b>	<b>Designation</b>	<b>Nature of Payment</b>	<b>Ratio of the remuneration of each director to the median remuneration of the employees</b>	<b>Percentage Increase</b>
1.	Chirag Sharma	Managing Director	Director's Remuneration	50.00	NIL
2.	Shashi Bala	Executive Director	Director's Remuneration	30.0	NIL

**B. The percentage increase in remuneration of each Director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager, if any, in the financial year:**

<b>Sr. No.</b>	<b>Name of Director/Key Managerial Personnel</b>	<b>Designation</b>	<b>Percentage Increase</b>
1.	Chirag Sharma	Managing Director	150%
2.	Shashi Bala	Executive Director	100%



3.	Raminder Kumar Verma	Non-Executive Director	NIL
4.	Shekhar	Chief Financial Officer	NIL
5.	Ayushi Gupta	Company Secretary cum Compliance Officer	NIL

**C. Percentage increase in the median remuneration of employees in the financial year:**

The percentage increase in the median remuneration of the employees in the financial year was 15%

**D. The number of permanent employees on the rolls of your Company for the year ended March 31, 2024: 151**

**E. Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration:**

Average increase in remuneration for employees is 10% to 30% (approx.). The average increase in overall managerial remuneration is 17%

**E. The Board of Directors of your Company affirmed that remuneration of all the Key Managerial**

Your Company affirms that the remuneration is as per the remuneration policy of your Company.

**By Order of the Board of Directors  
For Drone Destination Limited  
(Formerly Known as Drone Destination Private Limited)**

sd/-

sd/-

**Place: New Delhi**

**Date: 18<sup>th</sup> July, 2024**

**CHIRAG SHARMA  
MANAGING DIRECTOR  
DIN: 05271919**

**RAMINDER KUMAR VERMA  
DIRECTOR  
DIN: 10064817**

**Form No. MR-3**  
**SECRETARIAL AUDIT REPORT**  
**FOR THE FINANCIAL YEAR ENDED 31.03.2024**

[Pursuant to section 204(1) of the Companies Act, 2013 and rule no.9 of the Companies (Appointment and Remuneration Personnel) Rules, 2014]

**To,**  
**The Members,**  
**DRONE DESTINATION LIMITED,**

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **DRONE DESTINATION LIMITED (CIN: L60200DL2019PLC349951)** (here-in-after called "the Company"). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on **March 31, 2024** ("the audit period") complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on March 31, 2024 according to the provisions of:

- i. The Companies Act, 2013 (the Act) and the rules made there under;
- ii. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under;

**iii.** The Depositories Act, 1996 and the Regulations and Bye-laws Framed there under;

**iv.** The Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial borrowings.

**v.** The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-

- (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
- (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
- (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018;
- (d) The Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021 (Not applicable to the Company during the Audit Period);
- (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 (Not applicable to the Company during the Audit Period);
- (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
- (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021 (Not applicable to the Company during the Audit Period);
- (h) The Securities and Exchange Board of India (Buy-back of Securities) Regulations, 2018 (Not applicable to the Company during the Audit Period);
- (i) The Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021 (Not Applicable to the Company during the Audit Period); and

(j) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

vi. The Company has identified following laws applicable specifically to the Company:

1. The Shop & Establishment Act, 1954 and rules
2. Drone Rule, 2021 including amendments thereto
3. Drone Training Circulars
4. Local / Municipality Laws

**We have also examined compliance with the applicable clauses of the following:**

- (i) The Secretarial Standards issued by The Institute of Company Secretaries of India on the meetings of the Board of Directors and general meetings.
- (ii) The SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and the Listing Agreement entered into by the Company with National Stock Exchange of India Limited.

We have not examined compliance by the Company with applicable financial laws, like direct and indirect tax laws, since the same have been subject to review by statutory financial audit and other designated professionals.

During the period under review, the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above subject to the following observations:

1. During the year, it was observed that the Company was unable to file the Form DIR-12 for the appointment of Company Secretary due to some technical error at the time of MCA shifting from V2 to V3 portal.  
The Company lodged its complaint to Registrar of Companies as well as Ministry of Corporate Affairs. The copy of complaint through mail and physical copy was also shown during Audit. The issue is still subsisting and the name of Company Secretary is not appearing under Signatory Details on Master Data.
2. During the year, the Company received the Caution Letter for Non-Compliance of Structure Digital Database (SDD) under the provision of Regulation 3(5) and/or Regulation 3(6) of SEBI (Prohibition of Insider Trading) Regulation, 2015.

As of now, the Company has complied the said provisions.

3. The Company has delayed in filing Annual Return and Financial Results for the year ended 31.03.2023 & other E-Forms due to some technical error in MCA.

We further report that

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

As per the Minutes of the meetings duly recorded and signed by the Chairman, the decisions of the Board and Committees thereof were carried through with requisite majority.

We further report that based on the review of the compliance reports/certificates of the Company Secretary which were taken on record by the Board of Directors, there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

We further report that during the audit period, there was no event / action having a major bearing on the Company's affairs in pursuance of the above referred laws, rules, regulations, guidelines etc.

**Note:** This report is based on information, documents, and material etc., seen/verified/made available to us. Further, this report is to be read with our letter of even date which is annexed as 'Annexure -A' and forms an integral part of this report.

**For and on behalf of RPY and Associates**

**Sd/-**

**Ram Parvesh Yadav**

**Company Secretary**

**Membership No.: F8343**

**CP No.: 9484**

**Peer Review Certificate No.: 5266/2023**

**UDIN: F008343F000774955**

**Date: 18<sup>th</sup> July, 2024**

**Place: New Delhi**

## **'Annexure -A'**

**To,  
The Members,  
Drone Destination Limited**

My report of even date is to be read along with this letter.

1. Maintenance of secretarial records is the responsibility of the management of the Company. My responsibility is to express an opinion on these secretarial records based on my audit.

2. I have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of secretarial records. The verification was done on test basis, on the records and documents provided by the Management of the Company, to ensure that correct facts are reflected in secretarial records. I believe that the processes and practices followed by me provide a reasonable basis for my opinion.

3. In respect of laws, rules and regulations other than those specifically mentioned in my report above, I have limited my review, analysis and reporting up to process and system adopted by the Company for compliance with the same and have not verified detailed compliance, submissions, reporting under such laws etc. nor verified correctness and appropriateness thereof including financial records and books of accounts of the Company.

4. Wherever required, I have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.

5. The compliance of the provisions of Corporate and other applicable laws, Rules, Regulations, standards and its proper and adequate presentation and submission in prescribed formats is the responsibility of management. My examination was limited to the verification of procedures on test basis and not its one to one contents.

6. The Secretarial Audit report is neither an assurance as to compliance in totality or the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

**For and on behalf of RPY and Associates**

**Sd/-**

**Ram Parvesh Yadav**

**Company Secretary**

**Membership No.: F8343**

**CP No.: 9484**

**Peer Review Certificate No.: 5266/2023**

**UDIN: F008343F000774955**

**Date: 18<sup>th</sup> July, 2024**

**Place: New Delhi**

## **INDEPENDENT AUDITOR'S REPORT**

To the Members of **DRONE DESTINATION LIMITED**

**(Formerly known as Drone Destination Private Limited)**

Report on the Audit of the Financial Statements

### **Opinion**

We have audited the financial statements of DRONE DESTINATION LIMITED (Formerly known as Drone Destination Private Limited), which comprise the balance sheet as at 31 March 2024, and the Statement of Profit and Loss and the Statement of Cash Flows for the year ended on that date, and notes to the financial statements, including a summary of the significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 (the "Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31 March 2024, and its profit, total comprehensive income and its cash flows for the year ended on that date.

### **Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those SAs are further described in the Auditor's Responsibilities for the Audit of the Standalone Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### **Emphasis of matters**

We draw attention to the following notes to the financial statements:

Note 14 – Trade Receivables (Unbilled Revenue)



Largely pertains to the Govt related activities undertaken through third parties. Whilst the company has finished work in its scope, but the third parties have requested for billing only after onward acceptance by Government bodies. Since the technology is new and the government bodies are checking and finalizing the accuracy and completeness of data with comparison to actual physical map records available with the government departments being the reason that they are able to process and approve data rather slowly. Management is confident, the same will be billed and approved in the coming year and complete payment will be realized. The management should take appropriate steps for final approval and billing.

Our opinion on the financial statements above, and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters.

### **Key Audit Matters**

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

### **Information Other than the Financial Statements and Auditors' Report Thereon**

The Company's Board of Directors are responsible for the other information. The other information comprises the information included in the Company's Annual Report, but does not include the financial statements and our auditors' report thereon.

Our opinion on the standalone financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

Based on the work we have performed, if we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

The Company's Annual Report is not made available to us at the date of this auditor's report. We have nothing to report in this regard.

## **Responsibilities of Management and Those Charged with Governance for the Standalone Financial Statements**

The Company's management and Board of Directors are responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the state of affairs, profit/loss and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act, for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone financial statements, management and Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors is also responsible for overseeing the Company's financial reporting process.

## **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the standalone financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the standalone financial statements.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the standalone financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

### **Report on Other Legal and Regulatory Requirements**

1. Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in "Annexure A" a statement on the matter specified in paragraph 3 & 4 of the Order.
2. As required by Section 143(3) of the Act, we report that:
  - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
  - c) The balance sheet, the statement of profit and loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
  - d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
  - e) On the basis of the written representations received from the directors as on 31<sup>st</sup> March 2024 taken on record by the Board of Directors, none of the directors is

disqualified as on 31 March 2024 from being appointed as a director in terms of Section 164(2) of the Act.

- f) With respect to the adequacy of the internal financial control over financial reporting of the Company and the operating effectiveness of such controls, the comments required to be given under section 143(3)(i) of the Companies Act, 2013, refer to our separate unqualified report in “Annexure B”.
- g) As required by Section 197(16) of the Act, based on our audit, we report that the company has paid remuneration to its directors during the year in accordance with the provisions of and limits laid down u/s 197 read with Schedule V to the Act.
- h) With respect to the other matters to be included in the Auditors’ Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
  - i. The Company does not have any pending litigations which would impact its financial position;
  - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
  - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company; and
  - iv.
    - a) The management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities (“Intermediaries”), with the understanding, recorded in writing or otherwise, that the Intermediary shall not directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
    - b) The management has represented, that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the company from any person(s) or entity(ies), including foreign entities (“Funding Parties”), with the understanding, recorded in writing or otherwise, that the company shall not, directly or indirectly, lend or invest in other persons or entities

identified in any manner whatsoever by or on behalf of the Funding Party (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and

c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances; nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) Rule 11(e) as provided under (a) and (b) above, contain any material mis-statement.

v. No dividend has been declared or paid during the year under audit by the company.

vi. (a) Proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 for maintaining books of account using accounting software which has a feature of recording audit trail (edit log) facility is applicable to the company with effect from April 1, 2023 and the same has been operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit, we did not come across any instance of audit trail feature being tampered with.

(b) As proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable from April 1, 2023, reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 on preservation of audit trail as per the statutory requirements for record retention is not applicable for the financial year ended March 31, 2024.

**For G A M S & ASSOCIATES LLP**

*Chartered Accountants*

(Firm Reg. No.: N500094)

Sd/-

CA S. C. Singhal

(Partner)

(Membership No.: 088157)

Place: New Delhi

Date: 24/05/2024

UDIN: 24088157BKGTBH6000

## **ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT**

**Referred to in paragraph 1 under the heading of "Report on other Legal and Regulatory Requirements" of our Report of even date to the members of DRONE DESTINATION LIMITED for the year ended 31st March, 2024.**

On the basis of such checks as we considered appropriate and according to the information and explanations given to us during the course of our audit, we report that

(i) (a) (A) The company is maintaining proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.

(B) The company is maintaining proper records showing full particulars of intangible assets;

(b) These Property, Plant and Equipment have been physically verified by the management at reasonable intervals; no material discrepancies were noticed on such verification.

(c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there are no title deeds of the immovable properties as disclosed in the financial statements.

(d) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company has not revalued its Property, Plant and Equipment (including Right of Use assets) or intangible assets or both during the year end.

(e) According to the information and explanations given to us and on the basis of our examination of the records of the Company, as per the information provided by the management no proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder;

(ii) (a) The physical verification of inventory of spares has been conducted at reasonable intervals by the management and in our opinion, the coverage and procedure of such verification by the management is appropriate; no discrepancies of 10% or more in the aggregate for each class of inventory were noticed at the time of physical verification;

(b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, during the year the company has not been sanctioned any working capital limits in from banks on the basis of security of current assets.

(iii) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company has provided security to Key Managerial Personnel (KMP) against rented premises.

(a) The aggregate amount of such security is 15 Lakhs and the balance outstanding at the Balance Sheet date as at 31.03.2024 is 15 Lakhs.

(b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the security has been provided interest free to the KMP and is not prejudicial to the company's interest.

(c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there are no loans or advances in the nature of loans.

(d) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there is no such amount overdue.

(e) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there are no loan or advance in the nature of loan granted which has fallen due during the year and has been renewed or extended or fresh loans granted to settle the overdue of existing loans given to the same parties. Consequently, clause (iii)(e) of the Order is not applicable to the Company.

(f) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company has not granted any loans or advances in the nature of loans.

(iv) According to the information and explanations given to us and on the basis of our examination of the records of the Company, in respect of loans, investments, guarantees, and security, provisions of sections 185 and 186 of the Companies Act, the company has complied with the same.

(v) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company has not accepted any deposits or there are no amounts which are deemed to be deposits, to which the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76



or any other relevant provisions of the Companies Act and the rules made thereunder, are applicable.

(vi) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company is not required to maintain cost records under section 148(1) of the Companies Act, 2013. Consequently, clause (vi) of the Order is not applicable to the Company.

(vii) According to the information and explanations given to us and on the basis of our examination of the records of the Company, in respect of statutory dues:

(a) The company is regular in depositing undisputed statutory dues including Goods and Services Tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues to the appropriate authorities and there are no material statutory dues in arrears as on the last day of the financial year for a period of more than six months from the date they became payable;

(b) There are no Dues of Goods and Services Tax, Provident Fund, Employees State Insurance, Income-tax, Sales-tax, Service Tax, Custom Duty, Excise Duty, value added tax, cess and any other statutory dues which have not been deposited as on March 31, 2024, on account of disputes with the related authorities.

(viii) According to the information and explanations given to us and on the basis of our examination of the records of the Company, no transaction not recorded in the books of account have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).

(ix) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender.

(b) The company has not declared willful defaulter by any bank or financial institution or other lender.

(c) The company has obtained term loans during the year under audit and the same were applied for the purpose these loans were obtained.

(d) There are no funds raised on short term basis which have been utilized for long term purposes.

(e) The company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures;

- (f) During the year under audit, the company has not raised loans on the pledge of securities held in its subsidiaries, joint ventures or associate companies;
- (x) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the money raised during the year by the way of Initial Public Offer (IPO) has been applied for the purposes for which it is raised.
- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or convertible debentures during the year. Consequently, clause (x)(b) of the Order is not applicable to the Company.
- (xi) (a) To the best of our knowledge and according to the information and explanations given to us, no material fraud by the Company or on the Company has been noticed or reported during the year.
- (b) No report under sub-section (12) of section 143 of the Companies Act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government;
- (c) As per the details and information provided by the management, there were no whistle-blower complaints which have been received;
- (xii) According to the information and explanations given to us, the Company is not a Nidhi Company. Consequently, clause (xii) of the Order is not applicable to the Company.
- (xiii) In our opinion and according to the information and explanations given to us, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013, and corresponding details have been disclosed in the financial statements, as required by the applicable Accounting Standards.
- (xiv) (a) In our opinion and according to the information and explanations given to us, the Company has an internal audit system commensurate with the size and nature of its business.
- (b) The report of the Internal Auditor for the year were considered by us for statutory audit purposes.
- (xv) The company has not entered into any non-cash transactions with directors or persons connected with them.

- (xvi) (a) The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 (2 of 1934);
- (b) The company has not conducted any Non-Banking Financial or Housing Finance activities without a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934;
- (c) The company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India;
- (d) As per the information and details provided by the management, the Group has no CIC as part of the Group;
- (xvii) The company has incurred no cash losses in the financial year and in the immediately preceding financial year;
- (xviii) There has not been any resignation of the statutory auditors during the year;
- (xix) On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, the auditor's knowledge of the Board of Directors and management plans, we are of the opinion that no material uncertainty exists as on the date of the audit report that company is capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date;
- (xx) Section 135(5) of the said Act is not applicable to the company for year under audit.
- (xxi) The companies' financial statements are standalone financials; no consolidated financials are applicable.

**For G A M S & ASSOCIATES LLP**

*Chartered Accountants*

(Firm Reg. No.: N500094)

Sd/-

CA S. C. Singhal

Partner

(Membership No.: 088157)

Place: New Delhi

Date: 24/05/2024

UDIN: 24088157BKGTBH6000

## **ANNEXURE “B” TO THE INDEPENDENT AUDITOR’S REPORT**

**(Referred to in paragraph 1(f) under ‘Report on Other Legal and Regulatory Requirements’ section of our report of even date)**

**Report on the Internal Financial Controls Over Financial Reporting under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (“the Act”)**

We have audited the internal financial controls over financial reporting of **DRONE DESTINATION LIMITED** (“the Company”) as of March 31, 2024 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

### **Management’s Responsibility for Internal Financial Controls**

The Board of Directors of the Company is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

### **Auditor’s Responsibility**

Our responsibility is to express an opinion on the internal financial controls over financial reporting of the Company based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial

controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

### **Meaning of Internal Financial Controls over Financial Reporting**

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

### **Inherent limitations of Internal Financial Controls over Financial Reporting**

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also,

projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

## **Opinion**

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2024, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

## **For G A M S & ASSOCIATES LLP**

*Chartered Accountants*  
(Firm Reg. No.: N500094)

Sd/-

CA S. C. Singhal  
Partner  
(Membership No.: 088157)  
Place: New Delhi  
Date: 24/05/2024  
UDIN: 24088157BKGTBH6000

**a balance sheet  
as at the end of  
the financial  
year**

**Profit and Loss  
account for the  
financial year**

## **Financial Statement**

**Cash flow  
statement for  
the financial  
year**

**A statement of  
changes in  
equity, if  
applicable**

**Explanatory notes,  
any additional  
information and  
disclosures**

**Drone Destination Limited**  
(Formerly known as Drone Destination Private Limited)  
Balance Sheet as at 31st March, 2024

All amounts in Indian ₹ in Thousand, unless otherwise stated

Particulars	Note No.	As at March 2024 Rs.	As at March 2023 Rs.
<b>A EQUITY AND LIABILITIES</b>			
<b>1 Shareholders' funds</b>			
(a) Share capital	3	242999.98	50000.00
(b) Reserves and surplus	4	373332.74	126010.63
(c) Money Received against share warrants		-	-
<b>2 Share application money pending allotments</b>			
		-	-
<b>3 Non-current liabilities</b>			
(a) Long-term borrowings	5	24455.48	10332.34
(b) Deferred tax liabilities (net)	32	-	264.78
(c) Other Long Term Liabilities		-	-
(d) Long term provisions	6	1036.64	309.06
<b>4 Current liabilities</b>			
(a) Short Term Borrowings	7	15291.15	5584.81
(b) Trade payables			
(A) total outstanding dues of micro enterprises and small enterprises	8	43671.64	-
(B) total outstanding dues of Creditors other than micro enterprises and small enterprises	8	8453.83	14837.70
(c) Other current liabilities	9	23608.28	20146.53
(d) Short-term provisions	10	27442.54	8447.34
<b>TOTAL</b>		<b>760292.27</b>	<b>235933.19</b>
<b>B ASSETS</b>			
<b>1 Non-current assets</b>			
(a) Property, Plant, Equipment and Intangible Assets			
(i) Property, Plant, Equipment	11	144748.64	52429.55
(ii) Intangible Assets	11	1102.21	836.89
(iii) Capital Work in progress	11	5000.00	-
(iv) Intangible assets under development	11	2640.00	-
(b) Non-current investments		-	-
(c) Deferred Tax Assets (Net)	32	3184.32	-
(d) Long term loans and Advances		-	-
(e) Other Non Current Assets	12	9954.41	493.60
<b>2 Current assets</b>			
(a) Current Investments		-	-
(b) Inventories	13	25469.01	2893.96
(c) Trade receivables	14	190021.58	66689.23
(d) Cash and cash equivalents	15	214199.62	102892.34
(e) Short-term loans and advances	16	138919.55	5633.22
(f) Other Current Assets	17	25052.92	4064.41
<b>TOTAL</b>		<b>760292.27</b>	<b>235933.19</b>

See accompanying notes forming part of the financial statements

In terms of our report of even date attached.

For G A M S & Associates LLP

Chartered Accountants

Firm Regn. No. N500094

SD/-

CA S C Singhal

Partner

M. No. 088157

Place: New Delhi

Date: 24th May 2024

For and on behalf of the Board of Directors  
Drone Destination Limited

Sd/-

Sd/-

Chirag Sharma  
Managing Director  
DIN : 05271919

Shashi Bala  
Director  
DIN : 01547327

Sd/-

Sd/-

Shekhar  
Chief Financial Officer  
PAN:BOHPS5173L

Ayushi Gupta  
Company Secretary  
M No. A49249



**Drone Destination Limited**  
(Formerly known as Drone Destination Private Limited)  
Statement of Profit and Loss account for the year ended 31st March 2024

All amounts in Indian ₹ in Thousand, unless otherwise stated

Particulars	Note No.	For the year ended 31 March, 2024	For the year ended 31 March, 2023
		<b>Audited</b>	<b>Audited</b>
<b>I Revenue from operations (Gross)</b>	18	318213.96	120722.41
Less : Excise Duty		-	-
<b>Revenue from operations (Net)</b>		<b>318213.96</b>	<b>120722.41</b>
<b>II Other Income</b>	19	7987.60	50.81
<b>III Total Income (I+II)</b>		<b>326201.56</b>	<b>120773.22</b>
<b>IV Expenses</b>			
(a) Cost of Stores and Spares consumed	20	422.84	1585.87
(b) Purchase of Stock in Trade	21	37587.70	-
(c) Change in Inventory	22	-20000.00	-
(d) Employee benefits expense	23	65000.32	27996.06
(e) Finance costs	24	3812.99	1685.57
(f) Depreciation and amortisation expense	11	40013.82	12326.63
(g) Other expenses	25	104551.63	44165.83
<b>Total Expenses</b>		<b>231389.30</b>	<b>87759.96</b>
<b>V Profit before exceptional and extraordinary items and tax (III-IV)</b>		<b>94812.26</b>	<b>33013.26</b>
<b>VI Exceptional Items</b>			
Adjustment for Previous Year Depreciation		0.00	-938.15
<b>VII Profit before extraordinary items and tax (V-VI)</b>		94812.26	33951.41
<b>VIII Extraordinary Items</b>		-	-
<b>IX Profit before Tax (VII-VIII)</b>		94812.26	33951.41
<b>X Tax Expense:</b>			
(a) Current tax expense		27440.35	7980.91
(b) Deferred tax	27	-3449.11	613.35
(c) Previous Year Tax Adjustment		-	266.87
Net Current Tax		23991.24	8327.39
<b>XI Profit / (Loss) for the period from continuing operations</b>		70821.02	25624.02
<b>XII Profit / (Loss) from discontinuing operations</b>		-	-
<b>XIII Tax from discontinuing operations</b>		-	-
<b>XIV Profit/ (Loss) from discontinuing operations (XII-XIII)</b>		-	-
<b>XV Profit/ (Loss) for the Period (XI+XIV)</b>		<b>70821.02</b>	<b>25624.02</b>
<b>XVI Earning per equity share (of ₹ 10 each)</b>			
(1) Basic		3.42	26.08
(2) Diluted		3.42	26.08

See accompanying notes forming part of the financial statements

In terms of our report of even date attached.

For G A M S & Associates LLP

Chartered Accountants

Firm Regn. No. N500094

Sd/-

CA S C Singhal

Partner

M. No. 088157

Place: New Delhi

Date: 24th May 2024

For and on behalf of the Board of Directors  
Drone Destination Limited

Sd/-

Sd/-

Chirag Sharma  
Managing Director  
DIN : 05271919

Shashi Bala  
Director  
DIN : 01547327

Sd/-

Sd/-

Shekhar  
Chief Financial Officer  
PAN:BOHPS5173L

Ayushi Gupta  
Company Secretary  
M No. A49249

**Drone Destination Limited**  
(Formerly known as Drone Destination Private Limited)  
Statement of Cash Flow for the year ended 31st March 2024

All amounts in Indian ₹ in Thousand, unless otherwise stated

S. No.	Particulars	FY 2023-24	FY 2022-23
<b>A.</b>	<b><u>Cash Flow from operating Activities</u></b>		
	Net Profit Before Taxation, and extraordinary item	94812.26	33013.26
	<b><u>Adjustment for :</u></b>		
	Depreciation	40013.82	12326.63
	Interest Expenses	2361.52	883.25
	Interest Income	-7905.11	-24.90
	Loss on sale of Fixed Assets	83.27	-
	<b>Operating profit before Working Capital Changes</b>	<b>129365.75</b>	<b>46198.24</b>
	<b><u>Adjustment for :</u></b>		
	Decrease / (Increase) in Trade & Other Receivables	-123332.35	-64133.82
	Decrease / (Increase) in Current Assets	-142657.62	368.44
	Decrease / (Increase) in Other Non Current Assets	-9460.81	0.00
	Decrease / (Increase) in Inventory	-22575.06	191.14
	(Decrease) / Increase in Current Liabilities	37287.76	9518.21
	(Decrease) / Increase in other liabilities	3461.75	15894.79
	(Decrease) / Increase in Short term Provisions	1.67	217.07
	(Decrease) / Increase in Long term Provisions	727.59	-
	<b>Cash Generated from operations</b>	<b>-127181.32</b>	<b>8254.07</b>
	Less : Income tax paid	-20064.03	-
	<b><u>Net Cash from Operating Activities [A]</u></b>	<b>-147245.36</b>	<b>8254.07</b>
<b>B.</b>	<b><u>Cash Flow from/ (Used in) Investing Activities</u></b>		
	Purchase of Fixed Assets	-140537.50	-58402.66
	Sale of Fixed Assets	216.00	-
	Interest Income	7905.11	24.90
	<b><u>Net Cash from Investing Activities [B]</u></b>	<b>-132416.39</b>	<b>-58377.76</b>
<b>C.</b>	<b><u>Cash Flow from/ (Used in) Financing Activities</u></b>		
	Cash from Issuance of Share Capital including Premium	442000.00	149000.00
	IPO Expenses	-72498.94	-
	Long Term Borrowings	14123.14	-4534.96
	Short Term Borrowings	9706.34	5343.49
	Interest Paid	-2361.52	-883.25
	<b><u>Net Cash used in Financing Activities [C]</u></b>	<b>390969.03</b>	<b>148925.28</b>
	<b><u>Net Increase/ (Decrease) in cash and Cash Equivalents [A+B+C]</u></b>	<b>111307.29</b>	<b>98801.59</b>
	<b><u>Cash and Cash Equivalents</u></b>		
	Opening Balance	102892.34	4090.74
	Closing Balance	214199.62	102892.34
	<b><u>Net Increase/ (Decrease) in cash and Cash Equivalents</u></b>	<b>111307.29</b>	<b>98801.59</b>

\*Notes: The above stated flow statement has been prepared in accordance with the 'Indirect Method' as set out in the Accounting Standard (AS 3) on "Cash Flow Statement"

The notes referred to above form an integral part of the financial statements.

In terms of our report attached.

For G A M S & Associates LLP  
Chartered Accountants  
Firm Regn. No. N500094

Sd/-

CA S C Singhal  
Partner  
M. No. 088157  
Place: New Delhi  
Date: 24th May 2024

For and on behalf of the Board of Directors  
Drone Destination Limited

Sd/-

Sd/-

Chirag Sharma  
Managing Director  
DIN : 05271919

Shashi Bala  
Director  
DIN : 01547327

Sd/-

Sd/-

Shekhar  
Chief Financial Officer  
PAN:BOHPS5173L

Ayushi Gupta  
Company Secretary  
M No. A49249

**Drone Destination Limited**  
**(Formerly known as Drone Destination Private Limited)**  
**Notes forming part of the financial statements**

Note	Particulars
<b>1</b>	<b>Corporate information</b>
	Drone Destination Limited was incorporated on May 10, 2019 as Private Limited company. The company was converted from Private Limited to Limited on 4th May, 2023. The company was listed with NSE under the SME Emerge 21st July, 2023 The company is engaged in the the business of trading, operations, manufacturing, repair, renting services and training on various type of Drones including Multirotor, Fixed Wing, Hybrid UAV, e-VTOL, UAS, SUAV, RPV, RPAS, UWV, UGV etc.
<b>2</b>	<b>Significant accounting policies</b>
<b>2.01</b>	<b>Basis of accounting and preparation of financial statements</b>
	The accounts have been prepared in accordance with the historical cost convention under accrual basis of accounting as per Indian GAAP. Accounts and Disclosures thereon comply with the Accounting Standards specified in Companies (Accounting Standard) Rules, 2021 which continue to apply under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014, other pronouncement of ICAI, provisions of the Companies Act.
	All assets and liabilities have been classified as current or non-current as per the company's normal operating cycle and other criteria set out in Schedule III to the Companies Act, 2013. Based on the nature of services provided, the Company has ascertained (except for Investment & Loans & Advances) its operating cycle as 12 months for the purpose of current, noncurrent classification of assets & liabilities. In the case of Investments and Loan & Advances which are for purposes of setting up of infrastructure needed for business, they are treated as Current Assets till they are partly paid up or till execution of a definitive agreement with the parties.
<b>2.02</b>	<b>Use of estimates</b>
	The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known / materialise.
<b>2.03</b>	<b>Revenue recognition</b>
	<u>Income from services</u>
	<ul style="list-style-type: none"> <li>• Revenues from contracts priced on a per activity basis are recognised on completion of the activity and those based on time and material basis are recognised when services are rendered and related costs are incurred.</li> <li>• Revenue from training is recognised when the training is completed.</li> <li>• Revenue from Survey and Mapping is recognised after Drone data capturing, processing and submission. If the data has been captured and processed but not submitted then the same is recognised under <b>Unbilled Revenue</b>.</li> </ul>
<b>2.04</b>	<b>Other income</b>
	Interest income is accounted on accrual basis.
<b>2.05</b>	<b>Employee benefits</b>
	<b>Leave Policy</b>
	There is no policy of leave encashment. If the leaves are not availed during the year then the same will be lapsed and cannot be carried forward to the next year.
	<b>Gratuity</b>
	The Company's gratuity plan is a defined benefit plan. Present value of obligations under such defined benefit plan is determined based on an actuarial valuation carried out by an independent actuary using the Projected Unit Credit Method, which recognises each period of service as giving rise to additional unit of employee benefit entitlement and measure each unit separately to build up the final obligation, The obligation is measured at the present value of estimated future cash flows. The discount rates used for determining the present value of obligation under defined benefit plans, is based on the market yields on Government securities as at the Balance Sheet date, having maturity periods approximating to the terms of related obligations. Actuarial gains and losses are recognised immediately in the Statement of Profit and Loss. Gains or losses on the curtailment or settlement of any defined benefit plan are recognised when the curtailment or settlement occurs.
<b>2.06</b>	<b>Leases</b>
	Leases, where lessor effectively retains substantially all the risks and benefits of ownership of the leased asset during the leased term are classified as operating leases. Operating lease payments are recognised as an expense in the Statement of Profit and Loss on a straight- line basis over the lease term.
<b>2.07</b>	<b>Inventory</b>
	<ul style="list-style-type: none"> <li>• Inventory of Stores and Spares is valued on the basis of Cost price.</li> <li>• Inventory of stock in trade is valued at lower of cost or net reliable value.</li> </ul>
<b>2.08</b>	<b>Earnings per share</b>
	Basic earnings per share is computed by dividing the profit / (loss) after tax and excluding extraordinary and exceptional items divided by the weighted average number of equity shares outstanding during the year.

**Drone Destination Limited**  
**(Formerly known as Drone Destination Private Limited)**  
**Notes forming part of the financial statements**

Note	Particulars
<b>2.09 Taxes on income</b>	
(i)	Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the provisions of the Income Tax Act, 1961.
(ii)	Deferred tax is recognised on timing differences, being the differences between the taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured using the tax rates and the tax laws enacted or substantially enacted as at the reporting date. Deferred tax asset has been calculated on current assessment year loss as there is virtual certainty with convincing evidence that company will be able to recover losses in near future.
<b>2.10 Provisions</b>	A provision is recognized when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates.
<b>2.11 GST input credit</b>	GST input credit is accounted for in the books in the period in which the underlying service received is accounted and when there is no uncertainty in availing / utilizing the credits.
<b>2.12 IPO Expense</b>	IPO expenses are debited to the Share Premium account under reserve and surplus.
<b>2.13 Property, Plant &amp; Equipment and Intangible Assets</b>	Property, Plant & Equipment and Intangible Assets are stated at their original cost and include all expenses relating to their acquisition and installation.
<b>2.14 Depreciation Amortization</b>	· Depreciation on Property, Plant & Equipment and Intangible Assets has been provided on written down value method in terms of life span of assets as specified in Schedule II of the Companies Act, 2013. In Schedule II of Companies Act 2013 no useful life particularly for Drones is mentioned, thus, the company has considered the useful life of Drones under Plant and Machinery of five (5) years. · Depreciation on lease hold improvement is amortised on period of lease including the first extendable lease period.
<b>2.15 Impairment/Discarding of Assets</b>	The company periodically assesses using internal sources (keeping in view the nature of assets at present) whether there is an indication that an asset may be impaired. The difference between the book value and recoverable value of relevant assets being Impairment loss, when crystallizes, is charged against revenue of the year.
<b>2.16 Foreign Currency Transactions</b>	Foreign exchange transactions during the year are recorded at the exchange rate prevailing on the date of the transaction. Gains or losses arising out of fluctuations in exchange rate between transaction date and settlement date are recognized in the Statement of Profit and Loss.
<b>2.17 Current and non-current classification</b>	All assets and liabilities are classified into current and non-current. <b>Assets</b> An asset is classified as current when it satisfies any of the following criteria :- It is expected to be realized in, or is intended for sale or consumption in, the company's normal operating cycle, It is held for the purpose of being traded, It is expected to be realized within 12 months after the reporting date, or It is cash or cash equivalents unless it is restricted from being exchanged or used to settle a liability for at least 12 months after the reporting date. Current assets include the current portion of non-current financial Assets. All other assets are classified as non-current. <b>Liability</b> A Liability is classified as current when it satisfies any of the following criteria:- It is expected to be settled in the company's normal operating cycle, It is held Primarily for the purpose of being traded, It is due to be settled within 12 months from the reporting date, or The company does not have an unconditional right to defer settlement of liability at least 12 months after the reporting date. Terms of the liability that could at the option of the counter party, result in its settlement by the issue of equity instruments do not affect its classification. Current liabilities include the current portion of non-current financial liabilities. All other liabilities are classified as non-current.
<b>2.18 Cash and cash Equivalents</b>	Cash and cash equivalent Cash and cash equivalents comprise cash balances on hand, cash balance with bank and highly liquid investments with original maturities, at the date of purchase/investment, of three months or less.
<b>2.19 Operating Cycle</b>	Operating cycle is the time between the acquisition of assets for processing and their realization in cash or cash equivalents, Based on the nature of activities and the time between the acquisition of assets for processing and their realisation in cash and cash equivalents, the Company has ascertained its operating cycle within twelve months for the purposes of current/ non-current classification of its assets and liabilities

**Drone Destination Limited**  
(Formerly known as Drone Destination Private Limited)

Notes annexed to and forming part of the Balance Sheet for the year ended 31st March 2024

**Note - 3 Share Capital** All amounts in Indian ₹ in Thousand, unless otherwise stated

Particulars	As at March 2024		As at March 2023	
	Number of shares	Rs.	Number of shares	Rs.
<b>(a) Authorised</b> 2,60,00,000 Equity shares of Rs.10/- each with voting rights (PY 50,00,000 equity shares of Rs. 10 each)	2,60,00,000	260000.00	50,00,000	50000.00
<b>(b) Issued, Subscribed and Fully paid up</b> 2,42,99,998 Equity shares of Rs.10 each with voting rights (PY 50,00,000 equity shares of Rs. 10 each)	2,42,99,998	242999.98	50,00,000	50000.00
<b>Total</b>	<b>2,42,99,998</b>	<b>242999.98</b>	<b>50,00,000</b>	<b>50000.00</b>

**List of Shareholders holding more than 5% share capital**

Current reporting period				
Name of Shareholders	No. of Shares	%	Value/Share	Total Value
Shashi Bala	1,29,96,000	53.48	10.00	129960.00
Chirag Sharma	18,72,500	7.71	10.00	18725.00
<b>TOTAL</b>	<b>1,48,68,500</b>			<b>148685.00</b>
Previous reporting period				
Name of Shareholders	No. of Shares	%	Value/Share	Total Value
Shashi Bala	37,14,000	15.28	10.00	37140.00
Chirag Sharma	5,35,000	2.20	10.00	5350.00
<b>TOTAL</b>	<b>42,49,000</b>			<b>4,24,90,000.00</b>

**Note - 3A Shares held by promoters**

Current Reporting Period				
Sr No.	Promotor's Name	No of shares	% of total shares	% Change during the year
1	Shashi Bala	1,29,96,000	53.48%	249.92%
2	Chirag Sharma	18,72,500	7.71%	250.00%
3	Renu Bassi	10,500	0.04%	100.00%
4	Nidhi Sharma	7,000	0.03%	250.00%
5	Vivek Sharma	7,000	0.03%	100.00%
6	Kapil Rana	3,500	0.01%	75.00%
Previous reporting Period				
Sr No.	Promotor's Name	No of shares	% of total shares	% Change during the year
1	Shashi Bala	37,14,000	74.28%	
2	Chirag Sharma	5,35,000	10.70%	
3	Kapil Rana	1,000	0.02%	
4	Nidhi Sharma	2,000	0.04%	

**Note- 3B Statements of changes in equity**

Current Reporting Period				
Balance at the beginning of the current reporting period	Changes in Equity Share Capital due to prior period error	Related Balance at the beginning of the current reporting period	Changes in Equity Share Capital during the current year	Balance at the end of the current reporting period
50000.00	-	-	192999.98	242999.98
Previous reporting Period				
Balance at the beginning of the previous reporting period	Changes in Equity Share Capital due to prior period error	Related Balance at the beginning of the previous reporting period	Changes in Equity Share Capital during the previous year	Balance at the end of the previous reporting period
1100.00	-	-	48900.00	50000.00

During the year the company has issued 1,24,99,998 Shares of face value of 10 each through Bonus.  
During the year the company has issued 68,00,000 Equity Shares through IPO.

**Note - 3C Terms / Right attached to equity shareholders**

i) The company has only one class of equity shares having a par value of Rs 10 per share . Each holder of equity shares is entitled to one vote per share.  
ii) In the event of liquidation of the company , the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amount. The distribution will be in proportion to the number of equity shares held by the shareholders.

**Drone Destination Limited**  
(Formerly known as Drone Destination Private Limited)  
Notes annexed to and forming part of the Balance Sheet for the year ended 31st March 2024

<b>Note - 4 RESERVES AND SURPLUS</b>		
All amounts in Indian ₹ in Thousand, unless otherwise		
Particulars	As at March 2024	As at March 2023
	Rs.	Rs.
<b>Security Premium</b>		
Opening balance	100100.00	-
Addition during the year	374000.00	100100.00
	474100.00	100100.00
Less: Bonus Share issued during the year	100100.00	-
Less: IPO Expenses	72498.94	-
<b>Closing Balance</b>	<b>301501.06</b>	<b>100100.00</b>
<b>Surplus / (Deficit) in Statement of Profit and Loss</b>		
Opening balance	25910.63	286.61
Bonus Share issued during the year	-24899.98	-
Add: Profit / (Loss) for the year	70821.02	25624.02
<b>Closing balance</b>	<b>71831.67</b>	<b>25910.63</b>
<b>Total</b>	<b>373332.74</b>	<b>126010.63</b>

<b>Note - 5 LONG TERM BORROWINGS</b>		
Particulars	As at March 2024	As at March 2023
	Rs.	Rs.
<b>A) SECURED LOANS (Ref Note i)</b>		
<b>Term Loan from Bank</b>		
Vehicle Loans from ICICI Bank Ltd	19271.78	-
Vehicle Loans from Indusind Bank Ltd	3253.56	6141.81
	<b>22525.34</b>	<b>6141.81</b>
<b>B) Unsecured Loans</b>		
<b>Term Loan from Bank</b>		
<u>Loans</u>		
Loan from ICICI Bank	779.19	1829.04
Loan from IDFC Bank	1150.96	2361.49
	<b>1930.14</b>	<b>4190.53</b>
<b>TOTAL</b>	<b>24455.48</b>	<b>10332.34</b>

**Note (i) : Term Loan from bank is for Car and Eeco Vans, secured against hypothication of these Cars and Eeco Vans and same is repayable in EMIs.**

**The company has not defaulted in repayment of any Loan and Interest**

<b>Note - 6 LONG TERM PROVISIONS</b>		
All amounts in Indian ₹ in Thousand, unless otherwise stated		
Particulars	As at March 2024	As at March 2023
	Rs.	Rs.
Provision for Employee Benefits		
Gratuity	1036.64	309.06
<b>Total</b>	<b>1036.64</b>	<b>309.06</b>

<b>Note - 7 SHORT TERM BORROWINGS</b>		
Particulars	As at March 2024	As at March 2023
	Rs.	Rs.
<b>Secured Loans</b>		
<b>Term Loan from Bank (Ref Note 1)</b>		
Vehicle Loans from ICICI Bank Ltd	8060.33	-
Vehicle Loans from Indusind Bank Ltd	2606.27	2493.23
O/D account with ICICI Bank (Ref Note 2)	2364.17	-
	<b>13030.76</b>	<b>2493.23</b>
<b>Unsecured Loans</b>		
<b>Term Loan from Bank (Ref Note 3)</b>		
<u>Loans</u>		
Loan from ICICI Bank	1049.85	922.52
Loan from IDFC Bank	1210.54	1048.05
Credit Card EMI	-	1121.01
	<b>2260.39</b>	<b>3091.58</b>
<b>TOTAL</b>	<b>15291.15</b>	<b>5584.81</b>

**Note 1 Term Loan from bank is for Car and Eeco Vans, secured against hypothication of these Cars and Eeco Vans and same is repayable in EMIs.**

**Note 2 Balance outstanding against the OD Limit of Rs 10 Crores secured against pledge Fixed Deposit of Rs 5 Crores.**

**Note 3 Business Loan is repayable in 12 EMI.**

<b>Note - 8 TRADE PAYABLES</b>		
All amounts in Indian ₹ in Thousand, unless otherwise stated		
Particulars	As at March 2024	As at March 2023
	Rs.	Rs.
Trade payables for Goods and Services		
Micro and Small Enterprises	43671.64	-
Other than Micro and Small enterprises	8453.83	14837.70
<b>Total</b>	<b>52125.46</b>	<b>14837.70</b>

**Out of the amount payable to Micro and Small enterprises, Rs 4,17,79,960/- is payable to a supplier, the same has not become due as per payment terms of the agreement**

AGEING SCHEDULE FOR TRADE PAYABLES					
Figures For the Current Reporting Period					
Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	
MSME	43671.64	-	-	-	43671.64
Others	8185.30	268.52	-	-	8453.83
Dispute dues-MSME	-	-	-	-	-
Dispute dues - others	-	-	-	-	-
<b>Total</b>	<b>51856.94</b>	<b>268.52</b>	<b>-</b>	<b>-</b>	<b>52125.46</b>
Figures For Previous Reporting Period					
Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	
MSME	-	-	-	-	-
Others	14770.12	67.57	-	-	14837.70
Dispute dues-MSME	-	-	-	-	-
Dispute dues - others	-	-	-	-	-
<b>Total</b>	<b>14770.12</b>	<b>67.57</b>	<b>-</b>	<b>-</b>	<b>14837.70</b>

Note - 9 OTHER CURRENT LIABILITIES		
Particulars	As at March 2024	As at March 2023
	Rs.	Rs.
Advance from Customers	5088.77	6687.87
Salary Payable	6772.70	3949.38
Statutory Dues	5653.29	5343.74
Other Expenses Payable	6093.52	4165.55
<b>Total</b>	<b>23608.28</b>	<b>20146.53</b>

Note - 10 SHORT TERM PROVISIONS		
Particulars	As at March 2024	As at March 2023
	Rs.	Rs.
<b>Provisions</b>		
Provisions for Income Tax	27440.35	8446.81
Provision for Gratuity	2.20	0.53
<b>Total</b>	<b>27442.54</b>	<b>8447.34</b>

**Drone Destination Private Limited**  
(Formerly known as Drone Destination Private Limited)  
**STATEMENT OF FIXED ASSETS, AS ON 31 ST MARCH 2024**

All amounts in Indian ₹ in Thousand, unless otherwise stated

PARTICULARS	G R O S S ----- B L O C K				DEPRECIATION				N E T -- B L O C K	
	AS ON	ADDITIONS	SALE	AS ON	AS ON	FOR THE	AS ON	AS ON	AS ON	
	01-04-2023	During the year	during the year	31.3.2024	01.04.2023	YEAR	Depreciation written off	31.03.2024	31.03.2024	31.03.2023
<b>A) Tangible Assets</b>										
Office Equipment	1128.68	3157.09	-	4285.77	466.78	954.62	-	1421.40	2864.36	661.90
(Previous Year)	540.01	588.67	-	1128.68	135.74	331.04	-	466.78	661.90	136.14
Vehicles	12962.88	29937.20	531.04	42369.05	3404.16	7046.26	256.99	10193.44	32175.61	9583.94
(Previous Year)	1832.41	11230.47	100.00	12962.88	659.71	2744.45	25.22	3378.95	9583.94	888.48
Furniture & Fixtures	986.69	2624.33	-	3611.01	386.38	514.78	-	901.16	2709.85	600.31
(Previous Year)	813.67	173.02	-	986.69	208.17	178.21	-	386.38	600.31	523.16
Computer & Peripherals	7775.82	7927.75	-	15703.57	1877.71	5096.01	-	6973.73	8729.84	5898.11
(Previous Year)	582.86	7192.97	-	7775.82	114.27	1763.44	-	1877.71	5898.11	225.22
Plant & Machinery	38358.83	76382.00	-	114740.83	6332.48	24175.01	-	30507.49	84233.33	32026.34
(Previous Year)	1970.99	36387.83	-	38358.83	9.39	6323.09	-	6332.48	32026.34	1940.23
Lease Hold Improvement	4567.52	11838.25	-	16405.76	913.50	1458.39	-	2371.89	14033.87	3654.02
(Previous Year)	2390.54	2176.98	-	4567.52	0.00	913.50	-	913.50	3654.02	2390.54
Building	45.50	-	-	45.50	40.56	3.18	-	43.74	1.77	4.94
(Previous Year)	45.50	-	-	45.50	31.66	8.90	-	40.56	4.94	-
<b>Total</b>	<b>65825.91</b>	<b>131866.61</b>	<b>531.04</b>	<b>197161.48</b>	<b>13421.58</b>	<b>39248.25</b>	<b>256.99</b>	<b>52412.84</b>	<b>144748.64</b>	<b>52429.55</b>
<b>Total (Previous Year)</b>	<b>8175.97</b>	<b>57749.94</b>	<b>100.00</b>	<b>65825.91</b>	<b>1158.94</b>	<b>12262.64</b>	<b>25.22</b>	<b>13396.36</b>	<b>52429.55</b>	<b>6103.77</b>
<b>B) Intangible Assets</b>										
Software	1489.28	1030.89	0.00	2520.17	652.39	765.57	0.00	1417.96	1102.21	836.89
(Previous Year)	761.78	727.50	0.00	1489.28	588.39	64.00	0.00	652.39	836.89	148.50
<b>Total</b>	<b>1489.28</b>	<b>1030.89</b>	<b>0.00</b>	<b>2520.17</b>	<b>652.39</b>	<b>765.57</b>	<b>0.00</b>	<b>1417.96</b>	<b>1102.21</b>	<b>836.89</b>
<b>Total (Previous Year)</b>	<b>761.78</b>	<b>727.50</b>	<b>0.00</b>	<b>1489.28</b>	<b>588.39</b>	<b>64.00</b>	<b>0.00</b>	<b>652.39</b>	<b>836.89</b>	<b>148.50</b>
<b>C) Capital Work in Progress</b>										
Factory Shed	-	5000.00	-	5000.00	-	-	-	-	5000.00	-
(Previous Year)	-	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>-</b>	<b>5000.00</b>	<b>-</b>	<b>5000.00</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>5000.00</b>	<b>-</b>
<b>Total (Previous Year)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>D) Intangible Assets under development</b>										
Website and App	-	2640.00	-	2640.00	-	-	-	-	2640.00	-
(Previous Year)	-	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>-</b>	<b>2640.00</b>	<b>-</b>	<b>2640.00</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2640.00</b>	<b>-</b>
<b>Total (Previous Year)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>



**Drone Destination Limited**  
*(Formerly known as Drone Destination Private Limited)*  
Notes annexed to and forming part of the Balance Sheet for the year ended 31st March 2024

**Note - 12 Other Non Current Assets**

All amounts in Indian ₹ in Thousand, unless otherwise stated

Particulars	As at March 2024	As at March 2023
	Rs.	Rs.
Security Deposits	8454.41	493.60
Security Deposits - Related Party	1500.00	-
<b>Total</b>	<b>9954.41</b>	<b>493.60</b>

**Note - 13 Inventories**

Particulars	As at March 2024	As at March 2023
	Rs.	Rs.
Stock in Trade	20000.00	-
Stores and Spares	5469.01	2893.96
<b>Total</b>	<b>25469.01</b>	<b>2893.96</b>

**Note - 14 Trade Receivables**

Particulars	As at March 2024	As at March 2023
	Rs.	Rs.
Trade Receivables (Unsecured, considered good)	141351.12	37338.53
Unbilled Revenue*	48670.46	29350.70
<b>Total</b>	<b>190021.58</b>	<b>66689.23</b>

\*Largely pertains to the Govt related activities undertaken through third parties. Whilst the company has finished work in its scope, but the third parties have requested for billing only after onward acceptance by Government bodies. Since the technology is new and the government bodies are checking and finalizing the accuracy and completeness of data with comparison to actual physical map records available with the government departments being the reason that they are able to process and approve data rather slowly. Management is confident, the same will be billed and approved in the coming year and complete payment will be realised.

Ageing Schedule for Trade receivables

Figures for the current reporting period

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 Months	6 Months -1Year	1-2 Years	2-3 Years	More than 3 Years	
Undisputed Trade Receivables- Considered Goods	107723.23	15898.37	17729.52	-	-	141351.12
Undisputed Trade Receivables- Considered Doubtful	-	-	-	-	-	-
Disputed Trade Receivables- Considered Goods	-	-	-	-	-	-
Disputed Trade Receivables- Considered Doubtful	-	-	-	-	-	-
Others	-	-	-	-	-	-
<b>Total</b>	<b>107723.23</b>	<b>15898.37</b>	<b>17729.52</b>	<b>-</b>	<b>-</b>	<b>141351.12</b>

Figures for the previous reporting period

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 Months	6 Months -1Year	1-2 Years	2-3 Years	More than 3 Years	
Undisputed Trade Receivables- Considered Goods	37183.77	-	154.76	-	-	37338.53
Undisputed Trade Receivables- Considered Doubtful	-	-	-	-	-	-
Disputed Trade Receivables- Considered Goods	-	-	-	-	-	-
Disputed Trade Receivables- Considered Doubtful	-	-	-	-	-	-
Others	-	-	-	-	-	-
<b>Total</b>	<b>37183.77</b>	<b>-</b>	<b>154.76</b>	<b>-</b>	<b>-</b>	<b>37338.53</b>

<b>Note - 15 Cash and Cash Equivalents</b>			All amounts in Indian ₹ in Thousand, unless otherwise stated	
Particulars	As at March 2024	As at March 2023		
	Rs.	Rs.		
A) Cash on hand	2020.83	1517.55		
B) Balances with banks in current accounts				
ICICI A/c - 004605018353	89459.82	5437.62		
ICICI A/c - 004605017063	300.82	-		
ICICI A/c - 004605017627	-	2903.23		
ICICI A/c - 004605020048	-	92600.00		
HDFC A/c - 50200067945472	5915.45	433.94		
Fixed Deposits (having maturity of more than 12 Months)	116502.70	-		
<b>Total</b>	<b>214199.62</b>	<b>102892.34</b>		
<b>Note - Out of Fixed Deposits, Rs 5 Crores is pledged with ICICI Bank Ltd against OD Limit of Rs 10 Crores.</b>				
<b>Note - 16 Short Term Loans and Advances</b>				
Particulars	As at March 2024	As at March 2023		
	Rs.	Rs.		
<b>Unsecured, Considered Good</b>				
Advance for Capital Goods to Related Parties	128609.22	4211.22		
Advances to Suppliers	6990.16	627.00		
Other advances	3320.18	795.00		
<b>Total</b>	<b>138919.55</b>	<b>5633.22</b>		
<b>Note - Advance for Capital Goods to Related Parties has been paid to a group company for purchase of Drones and Components.</b>				
<b>Note - 17 Other Current Assets</b>				
Particulars	As at March 2024	As at March 2023		
	Rs.	Rs.		
Prepaid Expenses	2263.86	252.71		
Imprest to Staff	8091.03	730.88		
TDS and Advance taxes	14698.03	3080.81		
<b>Total</b>	<b>25052.92</b>	<b>4064.41</b>		

**Drone Destination Limited**  
**(Formerly known as Drone Destination Private Limited)**  
**Notes annexed to and forming part of the Profit and Loss account for the year ended 31st March 2024**

**Note - 18 Revenue from Operations** All amounts in Indian ₹ in Thousand, unless otherwise stated

Particulars	For the year ended 31 March, 2024	For the year ended 31 March, 2023
	Rs.	Rs.
Income from Sale	19896.82	50.70
Income from Services	298317.14	120671.71
<b>Total</b>	<b>318213.96</b>	<b>120722.41</b>

**Note 18.1 Revenue from services comprises**

Particulars	For the year ended 31 March, 2024	For the year ended 31 March, 2023
	Rs.	Rs.
Training & Facilitation Income	140447.56	62135.21
Survey and Mapping Income	38473.92	57242.03
Drone Surveillance Income	565.93	694.47
Agri Drone Spray and Demo Services	109274.73	-
Consultancy for Drone Services	9555.00	600.00
<b>Total</b>	<b>298317.14</b>	<b>120671.71</b>

**Note - 19 Other Income**

Particulars	For the year ended 31 March, 2024	For the year ended 31 March, 2023
	Rs.	Rs.
Other Income	82.49	0.69
Profit on sale of Fixed Assets	-	25.22
Interest on Fixed Deposits	7905.11	8.02
Interest on Income Tax refund	-	16.88
<b>Total</b>	<b>7987.60</b>	<b>50.81</b>

<b>Note - 20 Cost of Stores and Spares consumed</b>		All amounts in Indian ₹ in Thousand, unless otherwise stated	
Particulars	For the year ended 31 March, 2024	For the year ended 31 March, 2023	
	Rs.	Rs.	
<b>Opening stock</b>	2893.96	3085.10	
<b>Add :</b>			
Purchases	2935.06	1361.27	
Freight	62.84	33.46	
	2997.89	1394.73	
<b>Less: Closing stock</b>	5469.01	2893.96	
<b>Cost of Stores and Spares consumed</b>	<b>422.84</b>	<b>1585.87</b>	
<b>Note - 21 Purchase of Stock In Trade</b>			
Particulars	For the year ended 31 March, 2024	For the year ended 31 March, 2023	
	Rs.	Rs.	
<b>Purchase</b>			
Drones	37587.70	-	
<b>Total</b>	<b>37587.70</b>	<b>-</b>	
<b>Note - 22 Change in Inventory</b>			
Particulars	For the year ended 31 March, 2024	For the year ended 31 March, 2023	
	Rs.	Rs.	
<b>Inventories at the end of the year</b>			
Stock in Trade	20000.00	-	
<b>Inventories at the beginning of the year</b>			
Stock in Trade	-	-	
<b>Net (Increase) /Decrease</b>	<b>-20000.00</b>	<b>-</b>	

<b>Note - 23 Employee Benefits Expense</b>		
<b>Particulars</b>	<b>For the year ended</b>	<b>For the year ended</b>
	<b>31 March, 2024</b>	<b>31 March, 2023</b>
	<b>Rs.</b>	<b>Rs.</b>
Salaries and Wages	47958.08	20164.65
Directors Remuneration	9600.00	3600.00
Contribution to Provident and other Funds	2998.83	1102.69
Gratuity	729.25	217.07
Staff Welfare	3714.15	2911.66
<b>Total</b>	<b>65000.32</b>	<b>27996.06</b>
<b>Note - 24 FINANCE COST</b>		
All amounts in Indian ₹ in Thousand, unless otherwise stated		
<b>Particulars</b>	<b>For the year ended</b>	<b>For the year ended</b>
	<b>31 March, 2024</b>	<b>31 March, 2023</b>
	<b>Rs.</b>	<b>Rs.</b>
Bank Charges	280.82	74.32
Credit Card Charges	67.01	37.65
Loan and OD Processing Charges	441.59	626.40
Interest on Statutory Dues	373.05	63.95
Interest on Credit Card EMI	175.38	-
Interest on OD	30.59	-
Interest on Loan from Director	83.02	-
Interest on Vehicle Loan	1630.95	677.54
Interest on Business Loan	730.56	205.71
<b>Total</b>	<b>3812.99</b>	<b>1685.57</b>
<b>Note - 25 Other Expense</b>		
<b>Particulars</b>	<b>For the year ended</b>	<b>For the year ended</b>
	<b>31 March, 2024</b>	<b>31 March, 2023</b>
	<b>Rs.</b>	<b>Rs.</b>
Advertisement Expenses	114.21	-
Event and Marketing Expenses	1548.10	1414.44
Bad Debts	-	129.80
Donation	125.00	212.10
Drone Demo Expenses	38015.46	-
Consumables	146.28	628.73
DGCA & Other Fee	178.52	177.16
Power & Fuel Expense	2367.80	1100.16
Data Processing Expense	1605.80	7250.00
Insurance Expense	2486.18	554.56
Loss on sale of Fixed Assets	83.27	-
Office Expense	8134.34	2514.16
Payments to auditors (Refer Note below)	1293.50	509.00
Postage & Courier	177.57	86.31
Printing and Stationery Expense	2664.12	1057.11
Professional & Consultancy Expense	1374.80	7242.78
Rent Expense	15335.56	5792.57
Subscription Expenses	237.56	-
Other Repair & Maintenance	2595.91	1003.20
MCA Filing Expenses	119.03	571.04
Forex Gain/Loss	18.38	-
Contractual payment to IGRUA	3836.62	6393.84
Telephone & Internet	584.61	100.91
Travelling & Conveyance Expense	13128.16	3433.64
Vehicle Running & Maintenance	7843.61	3857.96
Water Expense	233.38	136.35
Website Expense	303.88	-
<b>Total</b>	<b>104551.63</b>	<b>44165.83</b>
<b>Note:</b>		
<b>Particulars</b>	<b>For the year ended</b>	<b>For the year ended</b>
	<b>31 March, 2024</b>	<b>31 March, 2023</b>
	<b>Rs.</b>	<b>Rs.</b>
Payment to the auditors comprises:		
As auditors - statutory audit	900.00	400.00
As auditors - tax audit	100.00	100.00
Other Services	293.50	9.00
<b>Total</b>	<b>1293.50</b>	<b>509.00</b>

**Drone Destination Limited**  
*(Formerly known as Drone Destination Private Limited)*

**Note 26 Additional information to the financial statements**

Note	Particulars		
26.1	<b>Contingent liabilities and commitments</b>		
(i)	<u>Contingent Liabilities</u> As per information provided by the management there is no contingent liability.		
(ii)	<u>Capital and other Commitments</u>	As at March 31,	As at March 31,
		2024	2023
	Estimated amount of contracts remaining to be executed on capital account - net of advances and Capital work in progress (PY - NIL)	17500.00	0.00
	Total	<b>17500.00</b>	<b>0.00</b>
	Capital contracts primarily comprises of commitments for Infrastructure facility and for website and app development.		
26.2	<b>Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006</b>		
	<b>Particulars</b>	<b>As on 31 March ,2024</b>	<b>As on 31 March ,2023</b>
	<b>1. Principal amount due</b> to suppliers registered under the MSMED Act and remaining unpaid as at year end.	43671.64	-
	<b>2. Interest due</b> to suppliers registered under the MSMED Act and remaining unpaid as at year end.	2159.96	-
	<b>3. Principal amounts paid</b> to suppliers registered under the MSMED Act, beyond the appointed day during the year.	-	-
	<b>4. Interest paid</b> , other than under Section 16 of MSMED Act, to suppliers registered under the MSMED act, beyond the appointed day during the year.	-	-
	<b>5. Interest paid</b> , under Section 16 of MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the year.	-	-
	<b>6. Interest due and payable</b> towards suppliers registered under MSMED Act, for payments already made.	-	-
	<b>7. Further interest remaining due and payable</b> for earlier years	-	-
		<b>For the year ended 31 March, 2024</b>	<b>For the year ended 31 March, 2023</b>
26.3	<b>Value of imports calculated on CIF basis</b>		
	Raw Materials	-	-
	Stores and spares	-	-
	Capital goods	-	-
26.4	<b>Expenditure in foreign currency</b>	651.98	-
26.5	<b>Earnings in foreign exchange</b>		
	i) Export of Goods	987.91	-
	ii) Royalty, know how, professional and consultation fees	-	-
	iii) Interest and dividend	-	-
	iv) Other income	-	-
26.6	In the opinion of the Directors of the Company, the Current Assets, Loans & advances have a value which on realisation in the ordinary course of business is at least equal to the amount at which they are stated and provisions for all known liabilities have been made.		

**Note - 27 Employee Benefits (AS 15)****Defined Contribution Plan**

The company's employee provident fund scheme is a defined contribution plan a sum of Rs. 27,34,397/- (Previous year Rs 9,64,126/- ) has been recognised and shown under employee

**Defined benefit plans - Gratuity**

Gratuity is payable to all eligible employees of the company on superannuation, death or permanent disablement, in terms of the provisions of the payment of gratuity act, 1972.

Particulars	Figures in INR Thousand	
	For the year ended 31 march	For the year ended 31 march
<b>Changes in the present value of defined benefit obligation</b>		
Projected benefit obligation at the beginning of year	309.59	81.47
Current service cost	682.05	269.32
Interest cost	23.28	5.93
Actuarial Loss/(gain)	23.92	-47.13
Benefits paid	0.00	0.00
<b>Projected benefit obligation at the end of the year</b>	<b>1038.84</b>	<b>309.59</b>

**Changes in the fair value of plan assets**

Fair value of plan assets at the beginning of the year	-	-
Expected return on plan assets	-	-
Benefit paid	-	-
Actual (loss)/gain	-	-
<b>Fair value of plan assets at the end of the year</b>	<b>-</b>	<b>-</b>

**Amount recognised in the balance sheet**

Projected benefit obligation at the end of the year	1038.84	309.59
Fair value of plan assets at the end of the year	0.00	0.00
Funded status of the plans - Asset recognised in the balance sheet	0.00	0.00
<b>Net asset/(liability) recognised in the balance sheet</b>	<b>1038.84</b>	<b>309.59</b>

**Expense recognised in the profit and loss account**

Current service cost	682.05	269.32
Interest cost on benefit obligation	23.28	5.93
Expected return on plan assets	0.00	0.00
Net Actuarial (gain)/ Loss recognised in the year	23.92	-47.13
<b>Gratuity cost</b>	<b>729.25</b>	<b>228.12</b>
Prior Period Adjustment	0.00	0.00
<b>Net Gratuity Cost</b>	<b>729.25</b>	<b>228.12</b>

**Note - 28 Segment Reporting (AS 17)**

The company operates only in one segment i.e. "Providing of services related to drone industry and trading" Accordingly,

There is no separate reporting segments as per AS 17 'Segment Reporting'.

**Note - 29 Disclosures under Accounting Standards (AS 18)**

As per Accounting Standard 18 on "Related Party Disclosure" prescribed by the companies (Accounting Standards) Rules, 2006 issued by the central government, in consultation with the National Advisory Committee on Accounting Standards, the disclosure of transactions with the related parties as defined in the Accounting standard are given below:-

**Note - 29.1**

S. No	Name of related party	Nature of Relationship
<b>Key Managerial Personal</b>		
1	Shashi Bala	Director
2	Chirag Sharma	Managing Director
<b>Associates Enterprises</b>		
1	Hubblefly Technologies Pvt Ltd	Enterprises in which Director exercising
<b>Others</b>		
1	Alok Sharma	Relative of Director
2	Nidhi Sharma	Relative of Director
3	Vivek Sharma	Relative of Director

**Note 29.2 - Details of related party transactions during the year ended 31st March : INR in Thousand**

	Nature of transaction	Key Managerial Personal	Associate Enterprises	Other
(a)	<b>Rent</b>			
	31st March 2024	1500.00	0.00	1500.00
	31st March 2023	1500.00	0.00	1500.00
(b)	<b>Director Remuneration</b>			
	31st March 2024	9600.00	0.00	0.00
	31st March 2023	4200.00	0.00	0.00
(c)	<b>Salary</b>			
	31st March 2024	0.00	0.00	3325.00
	31st March 2023	0.00	0.00	300.00
(d)	<b>Interest on Loan</b>			
	31st March 2024	83.02	0.00	0.00
	31st March 2023	0.00	0.00	0.00
(e)	<b>Purchases of Capital Goods</b>			
	31st March 2024	0.00	62587.70	0.00
	31st March 2023	0.00	32425.00	0.00
(f)	<b>Advance for purchase of Capital Goods</b>			
	31st March 2024	0.00	0.00	0.00
	31st March 2023	0.00	0.00	0.00
(g)	<b>Security Deposits - Rent</b>			
	31st March 2024	1500.00	0.00	0.00
	31st March 2023	0.00	0.00	0.00
(h)	<b>Reimbursement of Exp</b>			
	31st March 2024		8902.17	0.00
	31st March 2023	0.00	0.00	0.00
(i)	<b>Unsecured Loans</b>			
	<b>Loan taken during the year</b>			
	31st March 2024	12500.00	0.00	0.00
	31st March 2023	14875.00	2445.00	0.00
(j)	<b>Loan repaid during the year</b>			
	31st March 2024	12500.00	0.00	0.00
	31st March 2023	29007.89	2445.00	0.00

**Note 29.3 - Balance outstanding**

Note	Particulars	Key Managerial Personal	Associate Enterprises	Other
		Amount	Amount	Amount
	<b>Salary Payables</b>			
	31st March 2024	0.00	0.00	0.00
	31st March 2023	1330.00	0.00	0.00
	<b>Advance for Capital Goods</b>			
	31st March 2024	0.00	128609.22	0.00
	31st March 2023	0.00	4211.22	0.00
	<b>Security Deposits - Rent</b>			
	31st March 2024	1500.00	0.00	0.00
	31st March 2023	0.00	0.00	0.00
	<b>Other Payables</b>			
	31st March 2024	0.00	0.00	0.00
	31st March 2023	342.08	0.00	0.00



Note - 30 Disclosures for Leases (AS 19)

The lease rentals charged during the year and maximum obligation on long term, non cancellable operating leases payable are as per the rentals in the respective agreements. Lease payments made under operating leases amounting to Rs. 45,51,277.11 (PY Nil) have been recognised as an expense in the statement of profit and loss. Most of the leases entered by the company are medium and long term in nature and the underlying leases are commensurate with company's current and future operational plan.

The total of future minimum lease payments under non cancellable operating lease are as follows:

All amounts in Indian ₹ in Thousand, unless otherwise stated		
Particulars	As at 31st March, 2024	As at 31st March, 2023
Payable within one year	5854.38	213.60
Payable between one and five years	29271.90	1180.25

Note - 31 Disclosures under Accounting Standards (AS 20)		All amounts in Indian ₹ in Thousand, unless otherwise stated	
Note	Particulars	For the year ended 31 March, 2024	For the year ended 31 March, 2023
		Amount	Amount
	<b>Earnings per share (of ₹ 10 each)</b>		
	<u>Basic</u>		
	Net profit / (loss) for the year attributable to the equity shareholders	70821.02	24685.87
	Weighted average number of equity shares	20724.32	946.41
	Par value per share	10.00	10.00
	Earnings per share - Basic	3.42	26.08
	<i>Note: Reconciliation of numerator taken for calculating EPS with net profit or loss for the period</i>		
	<i>Net profit/(loss) for the period</i>	70821.02	25624.02
	<i>Less: Exceptional item</i>	0.00	938.15
	<i>Profit after tax excluding extraordinary or exceptional items</i>	70821.02	24685.87



**Note - 38 Transaction with companies struck off under section 248/56 of Companies Act, 2013.**

The company has no transactions with any struck off companies u/s 248 of the Act.

**Note - 39 Statutory Fillings with MCA**

a) The company has filed AOC-4 and MGT-7 for the FY ending 2023 on 12th July 2023.

Filing of Annual Return in form AOC-4 is after the prescribed due date and filing of MGT- 7 is within due date.

**Note - 40 Other Notes**

- (i) Financial statements are prepared as per requirement of the Schedule III of the Companies Act, 2013.
- (ii) During the year the company has issued bonus shares in the ratio of 5:2 on 15/5/2023 before the IPO.
- (iii) During the year the company has issued 68 lakh shares of face value of Rs. 10/- at a premium of Rs. 55/- per share through an IPO and got listed on NSE Emerge- on 21/07/2023.
- (iv) Trade Receivables include receivables outstanding for more than 1 year for which confirmations from party is pending for Rs. 1,52,80,517.96. The Management believes the amount is fully recoverable hence no provision on doubtful debt has been considered for the same.
- (v) Out of the trade payables to MSME which are beyond the due date which are for purchase of capital goods are not considered as disallowable u/s 43B(h) of the income tax act 1961 for the purpose of calculation of the income tax liability.
- (vi) In the opinion of the Board of Directors and Management, all the assets other than, Property, Plant and Equipment, Intangible assets and non-current investments have a value on realisation in the ordinary course of business which is at least equal to the amount at which they are stated.
- (vii) The Company does not have any immovable property whose title deed is not held in name of the company.'
- (viii) The company does not have any Benami property, where any proceeding has been initiated or pending against the company for holding any Benami property.
- (ix) The Company has complied with the number of layers for its holding in downstream companies prescribed under clause (87) of section 2 of the Companies Act, 2013 read with the Companies (Restriction on number of Layers) Rules, 2017.
- (x) Company has not advanced or loaned or invested funds to any other person(s) or entity(is), including foreign entities (Intermediaries) with the understanding that the Intermediary shall: (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or (b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
- (xi) The Company has not received any fund from any person(s) or entity(is), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall: (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or (b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- (xii) The Company does not have any transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961.
- (xiii) The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.

**Note - 41 Previous year's figures**

Previous year figures have been regrouped/rearranged wherever considered necessary to make them comparable with current year figures.

Note No. 1 to 42 form integral part of Balance Sheet & Profit & Loss A/c

**For G A M S & ASSOCIATES LLP**  
Chartered Accountants  
Firm Regn. No. N500094

Sd/-

CA S C Singhal  
Partner  
M. No. 088157  
Place: New Delhi  
Date: 24th May 2024

**For and on behalf of the Board of Directors**  
Drone Destination Limited

Sd/-

Chirag Sharma  
Managing Director  
DIN : 05271919

Sd/-  
Shekhar  
Chief Financial Officer  
PAN:BOHPS5173L

Sd/-

Shashi Bala  
Director  
DIN : 01547327

Sd/-  
Ayushi Gupta  
Company Secretary  
M No. A49249

**Drone Destination Limited**  
*(Formerly known as Drone Destination Private Limited)*

**Note - 42 Ratios**

Ratios	Numerator	Denominator	Current Reporting Period	Previous reporting period	% of Change	Reason for change >5%
Debt Equity Ratio	Debt Capital	Shareholder's Equity	0.06	0.09	-28.69%	Due to increase in share capital during the year
Debt Service coverage ratio	EBITDA-CAPEX	Debt Service (Int+Principal)	6.00	5.45	10.08%	
Return on Equity Ratio	Profit for the year	Shareholder's Equity	0.11	0.15	-21.07%	Due to increase in share capital during the year
Inventory Turnover Ratio	COGS	Average Inventory	NA	NA	NA	NA
Trade Receivables turnover ratio	Net Sales	Average trade receivables	2.48	3.49	-28.96%	Due to increase in revenue from survey and mapping where debtors collection period is on a higher side.
Trade payables turnover ratio	Total Purchases (Fuel Cost + Other Expenses+Closing Inventory-Opening Inventory)	Average Trade Payables	NA	NA	NA	NA
Net capital turnover ratio	Sales	Working capital (CA-CL)	0.67	0.33	102.92%	Due to increase in debtors realisation period during the year.
Net profit ratio	Net Profit	Sales	0.22	0.21	5.98%	Due to growth in the current working period.
Return on Capital employed	Earnings before interest and tax	Capital Employed	0.15	0.18	-14.63%	Due to growth in the current working period.
Return on Investment	Net Profit	Investment	NA	NA	NA	NA

*\*The ratios of the current year are not comparable with the previous year as current year is the main working year of the company.*

## **NOTICE OF ANNUAL GENERAL MEETING**

**NOTICE** is hereby given that the **5<sup>th</sup> Annual General Meeting (“AGM”)** of the Members of Drone Destination Limited (**“the Company”**) will be held on **Monday, 12<sup>th</sup> day of August, 2024 at 09:15 A.M. at Office No. 005B & 006, Ground Floor, NSIC-MDBP Building, Okhla Industrial Estate, New Delhi, India, 110020** to transact the following business:

### **ORDINARY BUSINESS:**

1. **TO RECEIVE, CONSIDER AND ADOPT THE AUDITED FINANCIAL STATEMENTS OF THE COMPANY FOR THE FINANCIAL YEAR ENDED MARCH 31, 2024, INCLUDING THE AUDITED BALANCE SHEET AS AT MARCH 31, 2024, THE STATEMENT OF PROFIT AND LOSS AND THE CASH FLOW STATEMENT FOR THE YEAR ENDED ON THAT DATE TOGETHER WITH THE REPORTS OF THE BOARD OF DIRECTORS AND THE AUDITORS THEREON.**

To consider and, if thought fit, to pass with or without modification(s), the following resolution as an **Ordinary Resolution**:

**“RESOLVED THAT** the Audited Financial Statements of the Company for the financial year ended March 31, 2024 and the reports of the Board of Directors and Statutory Auditors thereon, as circulated to the Members, be and are hereby considered and adopted.”

2. **TO APPOINT DIRECTOR IN PLACE OF MRS. SHASHI BALA (DIN: 01547327), WHO RETIRES BY ROTATION AND BEING ELIGIBLE, OFFERS FOR RE-APPOINTMENT.**

To consider and, if thought fit, to pass with or without modification(s), the following resolution as an **Ordinary Resolution**:

**“RESOLVED THAT** pursuant to the provisions of Section 152(6) of the Companies Act 2013 and such other applicable rules, regulations, if any, **Mrs. Shashi Bala (DIN: 01547327), Director**, who retires by rotation and being eligible, offers herself for re-appointment, be and is hereby re-appointed as a Director of the Company liable for retirement by rotation.”

3. **TO APPOINT NON-EXECUTIVE DIRECTOR IN PLACE OF MR. RAMINDER KUMAR VERMA (DIN: 10064817), WHO RETIRES BY ROTATION AND BEING ELIGIBLE, OFFERS FOR RE-APPOINTMENT.**

To consider and, if thought fit, to pass with or without modification(s), the following resolution as an **Ordinary Resolution**:

**“RESOLVED THAT** pursuant to the provisions of Section 152(6) of the Companies Act 2013 and such other applicable rules, regulations, if any, **Mr. Raminder Kumar Verma (DIN: 10064817)**, Non- Executive Director, who retires by rotation and being eligible, offers himself for re-appointment, be and is hereby re-appointed as a Non- Executive Director of the Company liable for retirement by rotation.”

**SPECIAL BUSINESS:**

4. **TO CONSIDER AND APPROVE THE SALARY OF MR. ALOK SHARMA, CHAIRMAN OF THE COMPANY.**

To consider and, if thought fit, to pass with or without modification(s), the following Resolution as an **Ordinary Resolution**:

**“RESOLVED THAT** pursuant to the provisions of Section 188(1)(f) and all other applicable provisions of the Companies Act, 2013 read with the Rules made thereunder (including any statutory modifications(s) or re-enactment thereof, for the time being in force) as per the recommendation and approval of the Nomination and Remuneration Committee and Audit Committee in the meeting held on 18.07.2024, subject to the approval of the shareholders be and is hereby accorded to enhance the prescribed limit of salary payable to Mr. Alok Sharma, Chairman of the Company and holding an office or place of profit in the company, as computed under applicable provisions of Companies Act, 2013 and its allied rules, from Rs. 2,50,000/- per month to Rs. 5,00,000/- per month salary in accordance with the Company rule.

**RESOLVED FURTHER THAT** the Board of Directors and of the Company be and is hereby authorised to do, all such acts, matters, deeds and things, settle any queries/difficulties/ doubts arise from it, as may be considered necessary, proper

or expedient to give effect to this resolution and for matters connected herewith or incidental there to in the best interest of the Company.”

5. **TO CONSIDER AND APPROVE THE RELATED PARTY TRANSACTIONS WITH HUBBLEFLY TECHNOLOGIES PRIVATE LIMITED**

To consider and, if thought fit, to pass with or without modification(s), the following Resolution as an **Ordinary Resolution**:

**“RESOLVED THAT** pursuant to the provisions of Section 188 of the Companies Act, 2013 (“Act) and all other applicable provisions, if any, read with Rule 15 of the Companies (Meeting of Board and its Powers) Rules, 2014 as amended till date (including any statutory modification(s) or re-enactment thereof, for the time being in force), the consent of the board of directors of the Company be and is hereby accorded and subject to the approval of shareholders, to enter into transaction with M/s Hubblefly Technologies Private Limited a related party within the meaning of Section 2(76) of the Act with respect to purchase or supply of any goods or materials or service or any other transaction of whatever nature with related party, provided that the said transaction so carried out shall be at arm’s length basis on such terms and conditions as the Board of Directors may deem fit.

**RESOLVED FURTHER THAT** the Company may pay an advance upto Rs. 75,00,00,000 (Rupees Seventy Five Crores) to M/s Hubblefly Technologies Private Limited for such transactions.

**RESOLVED FURTHER THAT** the draft of the said agreement be and is hereby placed before the board for discussion and any director of the company be and is hereby severally authorized to accept on behalf of the company such modification therein as may be suggested by or acceptable.

**RESOLVED FURTHER THAT** the board of directors of the Company be and is hereby authorized to take such steps as may be necessary for obtaining approvals, statutory, contractual or otherwise, in relation to the above and to settle all matters arising out of and incidental thereto, and to sign and execute all deeds, applications, documents and writings that may be required, on behalf of the Company and generally to do all acts, deeds, matters and things that may be

necessary, proper, expedient or incidental thereto for the purpose of giving effects to this Resolution.”

**For and on behalf of the Board of Directors of Drone Destination Limited  
(Formerly known as Drone Destination Private Limited)**

**Sd/-**

**Ayushi Gupta**

**Company Secretary cum Compliance Officer**

**Place: New Delhi**

**Date: 18.07.2024**



**NOTES: -**

- 1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE ANNUAL GENERAL MEETING (THE "MEETING") IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE ON A POLL INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. A PERSON CAN ACT AS A PROXY ON BEHALF OF MEMBERS NOT EXCEEDING FIFTY (50) AND HOLDING IN THE AGGREGATE NOT MORE THAN TEN PERCENT (10%) OF THE TOTAL SHARE CAPITAL OF THE COMPANY CARRYING VOTING RIGHTS. A MEMBER HOLDING MORE THAN TEN PERCENT (10%) OF THE TOTAL SHARE CAPITAL OF THE COMPANY CARRYING VOTING RIGHTS MAY APPOINT A SINGLE PERSON AS PROXY AND SUCH PERSON SHALL NOT ACT AS A PROXY FOR ANY OTHER PERSON OR SHAREHOLDER. THE HOLDER OF PROXY SHALL PROVE HIS IDENTITY AT THE TIME OF ATTENDING THE MEETING.**
2. The Explanatory Statement pursuant to the provisions of Section 102(1) of the Act read with the relevant rules made thereunder, setting out the material facts concerning the business mentioned in the accompanying Notice is annexed and forms part of this Notice.
3. Corporate members intending to send their authorized representative(s) to attend the Meeting are requested to send to the Company a certified true copy of the relevant Board Resolution together with the specimen signature(s) of the representative(s) authorized under the said Board Resolution to attend and vote on their behalf at the Meeting.
4. The Notice of AGM and Attendance Slip are being sent in electronic mode to Members whose email address are registered with the Company or the Depository Participant(s), as per the cut-off date i.e 13<sup>th</sup> July, 2024 as decided in the Board Meeting. Members who have received the Notice of AGM and Attendance Slip in electronic mode are requested to fill the Attendance Slip at the Registration Counter at the AGM.
5. The Instrument appointing the proxy, duly completed shall be deposited at the Company's registered office address not less than 48 hours before the commencement of the meeting. A proxy form for the AGM is enclosed.
6. During the period beginning 24 hours before the time fixed for the commencement of the meeting and ending with the conclusion of the meeting,

a member would be entitled to inspect the proxies lodged at any time during the business hours of the Company.

7. Members/Proxies/Authorised Representatives are requested to bring to the Meeting necessary details of their shareholding, attendance slip(s), enclosed herewith duly completed and signed.
8. In case of joint holders attending the Meeting, only such joint holder who is higher in the order of names will be entitled to vote at the Meeting.
9. The Company is offering the facility of voting to its Members in respect of the business to be transacted at the Annual General Meeting pursuant to the provisions of Section 107 of the Companies Act, 2013 unless a poll is demanded under Section 109 of the Companies Act, 2013.
10. The relevant documents referred to in the Notice and the Explanatory Statement are open for inspection by the members at the Registered Office of the Company on all working days between Monday to Friday except public holidays, between 10:00 a.m. (IST) to 1:00 p.m. (IST) up to the date of the Meeting and also at the venue, till the conclusion of the Meeting.
11. Securities of listed companies would be transferred in dematerialized form only w.e.f. April 1, 2019. In view of the same, Members holding shares in physical form are requested to convert their holdings to dematerialized form to eliminate all risks associated with physical shares and for ease of portfolio management. Members can contact the Company's RTA, Maashitla Securities Private Limited, for assistance in this regard.
12. With a view to use natural resources responsibly, we request shareholders to update their email address with their Depository Participants to enable the Company to send communications electronically.
13. Members may also note that the Notice of AGM will be available on the Company's website <https://www.thedronedestination.com/>. The physical copies of the documents will also be available at the Company's registered office for inspection during normal business hours on working days except Saturday and Sunday. Members who require communication may write to us at [cosec@thedronedestination.com](mailto:cosec@thedronedestination.com).

14. The Securities and Exchange Board of India (SEBI) has mandated the submission of the Permanent Account Number (PAN) by every participant in the securities market. Members holding shares in electronic form are, therefore, requested to submit their PAN to their Depository Participant(s). Members holding shares in physical form are required to submit their PAN details to the Registrar and Share Transfer Agents, Maashitla Securities Private Limited, 451, Krishna Apra Business Square, Netaji Subhash Place, Pitampura, Delhi -110034, India.
15. Mr. Ram Parvesh Yadav, Practicing Company Secretary, Proprietor of M/s RPY & Associates, has been appointed as the Scrutinizer to scrutinize the voting in a fair and transparent manner.
16. The Scrutinizer shall, immediately after the conclusion of voting at the AGM, download/calculate the votes cast at the AGM and shall within 48 hours of conclusion of the AGM shall submit a consolidated Scrutinizer's report of the total votes cast in favor of or against, if any, to the Chairman/Managing Director or any other person authorized by the Chairman/Managing Director, who shall countersign the same and declare the result of the voting forthwith.
17. The results along with Scrutinizer's Report, shall be displayed at the Registered Office of the Company and placed on the Company's website at <https://thedronedestination.com/>. The results shall be simultaneously communicated to the Stock Exchanges where the securities of the Company are listed. The resolution will be deemed to be passed on the date of AGM subject to receipt of the requisite number of votes in favour of the resolutions.
18. Route map & landmark of venue of AGM is enclosed with Notice.
19. The shareholder needs to furnish the printed Attendance slip along with a valid identity proof such as the PAN card, Passport, Aadhar card or Driving License to enter the AGM hall.
20. With reference to the Section 108 of Companies Act 2013 and Companies (Management and Administration) Rules, 2014, Companies covered under Chapter XB as per SEBI (ICDR) Regulations, 2009 are exempted from e-voting provisions. Your Company is listed on the Emerge platform of NSE. Therefore, Company is not providing an e-voting facility to its shareholders.

21. In terms of Section 72 of the Companies Act, 2013 and the applicable provisions, the shareholders of the Company may nominate a person in whose name the shares are held by him/them shall vest in the event of his/their death. Shareholders desirous of availing this facility may submit the requisite nomination form.

**EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013**

As required by Section 102 of the Companies Act, 2013 (the "Act"), and the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018 (the "SEBI ICDR Regulations") the following Explanatory Statement sets out all material facts relating to the business mentioned under Item No. 04 and Item No. 05 of the accompanying Notice:

**4. TO CONSIDER AND APPROVE THE SALARY OF MR. ALOK SHARMA, CHAIRMAN OF THE COMPANY.**

The Companies Act, 2013 aims to ensure transparency in the transactions and dealings with related parties of the Company. The provisions of Section 188(1)(f) of the Companies Act, 2013 that govern the related party's appointment to any office or place of profit in the company, its subsidiary company or associate company.

Mr. Alok Sharma father of Mr. Chirag Sharma (Managing Director and Promoter of the Company) was appointed and holding a place of profit under Section 188(1)(f) and all other applicable provisions of the Companies Act, 2013 read with the Rules made thereunder (including any statutory modifications(s) or re-enactment thereof, for the time being in force), at a salary of Rs. 2,50,000/- per month.

The Company seeks an approval of the members of the Company for increase in salary from Rs. 2,50,000/- to Rs. 5,00,000/- per month.

In terms of Sections 188(1)(f) of the Companies Act, 2013 read with applicable rules and as per the recommendation and approval of Nomination and Remuneration Committee and Audit Committee, for enhancement in prescribed limit of Salary payable to Mr. Alok Sharma, Chairman of the Company and holding an office or place of profit in the company, are in the ordinary course of business and at arm's length basis transaction.

Mr. Alok Sharma has around 40 years leadership experience in profit centre management, strategy, sales, marketing, business planning, and development, significantly contributing to the immense growth of the company. His current role

involves providing strategic vision to drive the expansion and diversification of our business in emerging markets, focusing on tapping into potential new markets. Considering their experience and present role prescribed limit of Companies Act is not commensurate, hence requires approval of the shareholders.

#### **5. TO CONSIDER AND APPROVE THE RELATED PARTY TRANSACTIONS WITH HUBBLEFLY TECHNOLOGIES PRIVATE LIMITED.**

Pursuant to the applicable provisions of the Companies Act, 2013 (“Act”) read with the applicable rules made thereunder (including any statutory modification(s) or re-enactment thereof, for the time being in force), Regulation 23 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with amendment thereof (“SEBI Listing Regulations”) and the Company’s Policy on Materiality of Related Party Transactions and also on dealing with Related Party Transactions of the Company (“the Policy”), the material related party transactions to be entered by the Company on arm’s length basis with Hubblefly Technologies Private Limited (“HTPL”) require approval of the members of the Company through the ordinary resolutions. In accordance with Regulation 23 of the SEBI Listing Regulations, “Material Related Party Transaction” means any transaction with a related party if the transaction/transactions to be entered into individually or taken together with previous transactions during a financial year, exceeds ten percent of the annual consolidated turnover as per the last audited financial statements of the Company (“material related party limit”).

The Company procures Drones and its related accessories like Drone batteries, battery chargers, charger hub, drone components like propellers, motors, GPS antenna, remote controller, sensors etc from Hubblefly Technologies Private Limited. The procurement of drone and its related accessories from Hubblefly Technologies is expected to ensure continuous availability of supply of different kinds of drones duly certified by DGCA as per the market requirement in a timely manner thereby ensuring efficiency & continuity in sales and after sales activity. The procurement of Drone and its accessories from Hubblefly Technologies will be at arms’ length pricing and in ordinary course of business of the Company.

Over the past few years, Drone Destination has been engaging with various Original Equipment Manufacturers (OEMs) to enhance our offerings. After thorough consideration of all factors, including the provision of comprehensive

after-sales services, we have determined that entering into transactions with Hubblefly Technologies is in the best interest of the company.

This strategic move is aimed at optimizing our service quality and operational efficiency, thereby ensuring sustainable growth and enhanced value for our shareholders.

As the Drone market is continuously evolving and expanding, the requirement of drone and its related accessories demand is increasing manifold, and is further expected to increase substantially.

In order to have sustained availability of wide range of Drones, reliable supply of drone accessories like drone batteries, drone components, chargers and ease of customer reach, the Company believes its transactions with Hubblefly Technologies, a related party of the Company are in the best interest of the Company.

It shall be ensured that all the transactions are at the arm's length price.

**For and on behalf of the Board of Directors of Drone Destination Limited  
(Formerly known as Drone Destination Private Limited)**

**Sd/-**

**Ayushi Gupta**

**Company Secretary cum Compliance Officer**

**Place: New Delhi**

**Date: 18.07.2024**

## ADMISSION SLIP

### ANNUAL GENERAL MEETING ON MONDAY, AUGUST 12, 2024

<b>Registered Folio / DP ID &amp; Client ID</b>	
<b>Name and address of the shareholder(s)</b>	
<b>Joint Holder 1</b>	
<b>Joint Holder 2</b>	
<b>Number of Shares held</b>	

I/WE HEREBY RECORD MY/OUR PRESENCE AT THE EXTRA ORDINARY GENERAL MEETING OF THE COMPANY BEING HELD ON MONDAY, THE 12<sup>TH</sup> DAY OF AUGUST, 2024 AT 09:15 A.M. AT OFFICE NO. 005B & 006, GROUND FLOOR, NSIC-MDBP BUILDING, OKHLA INDUSTRIAL ESTATE, NEW DELHI, INDIA, 110020

.....  
Name of Member/Proxy\*/  
Authorised Representative  
**(in Block Letters)**

.....  
Signature of Member/Proxy\*/  
Authorised Representative

\* Strike out whichever is not applicable.

1. Please bring the Attendance Slip duly signed and hand it over at the Attendance Verification Counter at the ENTRANCE OF THE MEETING HALL.
2. Members/Proxy holders are requested to bring the copy of the Notice of Annual General Meeting and the attendance slip to the Annual General Meeting.
3. Members receiving the Notice of Annual General Meeting along with the Attendance Slip and Proxy Form through email at the address registered with the Registrar/Depository Participants are requested to print the copy of this Attendance Slip and bring the same duly signed and hand it over at the Entrance of the Meeting Hall.
4. The Company is offering the facility of voting to its Members in respect of the business to be transacted at the Annual General Meeting pursuant to the provisions of Section 107 of the Companies Act, 2013 unless a poll is demanded under Section 109 of the Companies Act, 2013 .



**Form No. MGT-11**

**Proxy form**

[Pursuant to section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies (Management and Administration) Rules, 2014]

Name of the member (s):

E-mail Id:

Registered address:

Folio No/ Client Id:

DP ID:

I/We, being the member (s) of ..... shares of the above named company, hereby appoint

1. Name: .....

Address: .....

.....

E-mail Id:.....

Signature....., or failing him

2. Name: .....

Address:.....

.....

E-mail Id:.....

Signature....., or failing him

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the Annual General Meeting of the company, to be held on Monday, the 12<sup>th</sup> day of August, 2024 at 09:15 A.M at Office No. 005B & 006, Ground Floor, NSIC-MDBP Building, Okhla Industrial Estate, New Delhi, India, 110020, and at any adjournment thereof in respect of such resolutions as are indicated below:

<b>Item No</b>	<b>Resolutions</b>	<b>For (Approved)</b>	<b>Against (Rejected)</b>
	<b><u>ORDINARY BUSINESS:</u></b>		
1.	TO RECEIVE, CONSIDER AND ADOPT THE AUDITED FINANCIAL STATEMENTS OF THE COMPANY FOR THE FINANCIAL YEAR ENDED MARCH 31, 2024, INCLUDING THE AUDITED BALANCE SHEET AS AT		

	MARCH 31, 2024, THE STATEMENT OF PROFIT AND LOSS AND THE CASH FLOW STATEMENT FOR THE YEAR ENDED ON THAT DATE TOGETHER WITH THE REPORTS OF THE BOARD OF DIRECTORS AND THE AUDITORS THEREON.		
2.	TO APPOINT DIRECTOR IN PLACE OF MRS. SHASHI BALA (DIN: 01547327), WHO RETIRES BY ROTATION AND BEING ELIGIBLE, OFFERS FOR RE-APPOINTMENT.		
3.	TO APPOINT NON-EXECUTIVE DIRECTOR IN PLACE OF MR. RAMINDER KUMAR VERMA (DIN: 10064817), WHO RETIRES BY ROTATION AND BEING ELIGIBLE, OFFERS FOR RE-APPOINTMENT.		
	<b><u>SPECIAL BUSINESS:</u></b>		
4.	TO CONSIDER AND APPROVE THE SALARY OF MR. ALOK SHARMA, CHAIRMAN OF THE COMPANY.		
5.	TO CONSIDER AND APPROVE THE RELATED PARTY TRANSACTIONS WITH HUBBLEFLY TECHNOLOGIES PRIVATE LIMITED.		

Signed this ..... day of ..... 2024

Signature of Shareholder

Signature of Proxy holder(s)



**Notes:**

**\* Please put an 'X' in the Box in the appropriate column against the respective resolution. If you leave the 'For' or 'Against' column blank against any or all the resolution, your Proxy will be entitled to vote in the manner as he/she thinks appropriate.**

**\* A Proxy need not be a Member of the Company. Pursuant to the provisions of Section 105 of the Companies Act, 2013, a person can act as proxy on behalf of not more than fifty Members and holding in aggregate not more than ten percent of the total Share Capital of the Company. Members holding more than ten percent of the total Share Capital of the Company may appoint a single person as proxy, who shall not act as proxy for any other Member.**

**\* This form of Proxy, to be effective, should be deposited at the Registered Office of the Company at Office No. 005B & 006, Ground Floor, NSIC-MDBP Building, Okhla Industrial Estate, New Delhi, India, 110020 at not later than Forty-Eight Hours before the commencement of the aforesaid Meeting.**

**\*In the case of joint holders, the signature of any one holder will be sufficient, but names of all the joint holders should be stated.**

## BALLOT FORM

(To be returned to Scrutinizer appointed by Drone Destination Limited)

1. Name(s) of Member(s):  
(Including joint-holders, if any)

-----

2. Registered Folio No. / :

DPID No. / Client ID  
No.\* -----

(\*Applicable to Members holding shares in dematerialised form)

3. I/We hereby exercise my/our vote in respect of the Ordinary/ Special Resolutions as specified in the Notice dated Thursday, July 18, 2024 to be passed for the business stated in the said Notice by conveying my/our assent or dissent to the said resolution in the relevant box below:

Item No	Resolutions	I / We assent to the resolution (For)	I / We dissent to the resolution (Against)
	<b><u>ORDINARY BUSINESS:</u></b>		
1.	TO RECEIVE, CONSIDER AND ADOPT THE AUDITED FINANCIAL STATEMENTS OF THE COMPANY FOR THE FINANCIAL YEAR ENDED MARCH 31, 2024, INCLUDING THE AUDITED BALANCE SHEET AS AT MARCH 31, 2024, THE STATEMENT OF PROFIT AND LOSS AND THE CASH FLOW STATEMENT FOR THE YEAR ENDED ON THAT DATE TOGETHER WITH THE REPORTS OF THE BOARD OF DIRECTORS AND THE AUDITORS THEREON.		
2.	TO APPOINT DIRECTOR IN PLACE OF MRS. SHASHI BALA (DIN: 01547327), WHO RETIRES BY ROTATION AND BEING ELIGIBLE, OFFERS FOR RE-APPOINTMENT.		

3.	TO APPOINT NON-EXECUTIVE DIRECTOR IN PLACE OF MR. RAMINDER KUMAR VERMA (DIN: 10064817), WHO RETIRES BY ROTATION AND BEING ELIGIBLE, OFFERS FOR RE-APPOINTMENT.		
	<b>SPECIAL BUSINESS:</b>		
4.	TO CONSIDER AND APPROVE THE SALARY OF MR. ALOK SHARMA, CHAIRMAN OF THE COMPANY.		
5.	TO CONSIDER AND APPROVE THE RELATED PARTY TRANSACTIONS WITH HUBBLEFLY TECHNOLOGIES PRIVATE LIMITED.		

Place :

Date :

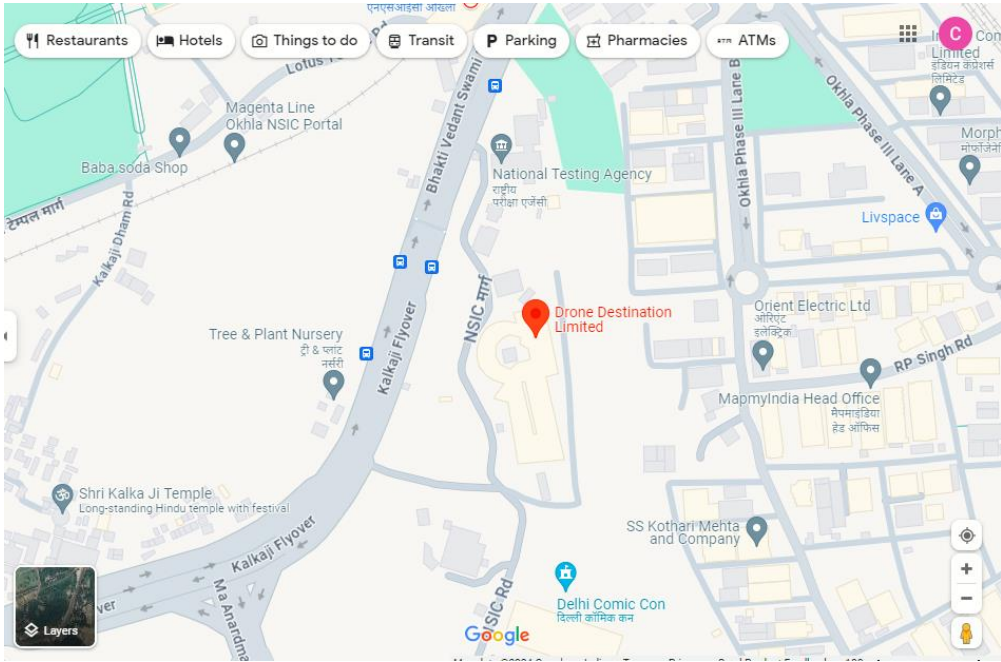
/ Beneficial Owner

E-Mail \_\_\_\_\_

Tel. No. \_\_\_\_\_

Signature of Member

## ROAD MAP FOR AGM



**Looking forward to your continued support for sustainable growth in a thriving Indian Economy and evolving Drone Industry**

